

# *Annual Budget*



City of Gulfport  
Mississippi  
For Year Ending September 30, 2010  
Adopted



**City of Gulfport  
Annual Budget Proposal**

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For Fiscal Year Ending September 30, 2010**

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Annual Budget Proposal**

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**Executive Summary of Budget  
Fiscal Year Ending 9-30-2010**

To: Mayor George Schloegel and Members of the City Council

From: Mike Necaie, Director of Administration and Finance

Date: August 12, 2009

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**Introduction**

The Department of Administration and Finance is pleased to submit the proposed budget for fiscal year ending 9/30/2010. An executive summary has been prepared in a manner that will assist the reader in understanding the overall financial issues of the City, identify material changes in the City's resources (revenues and cash), identify how funds will be spent as compared to the prior year (expenses), and communicate currently known facts or conditions that are expected to have a major impact on the financial position and operations of the City over the upcoming and perhaps subsequent years.

The overall financial condition of the City can be best described as "being on a slippery slope." The economic boom the City experienced post Katrina has come to an end and the entire national economy is trying to recover from a serious downturn. The cost of Insurance and Insurability issues continue to create challenges for both homeowners and local businesses. The stock market is down and unemployment is higher than in recent decades. Consumer confidence is low which translates to consumers spending less which equates to less sales tax dollars going into the City's Treasury. All of this is creating a "drag" on the local economy and putting a strain on the City's budget.

This budget is extremely important given the current challenges we face and the times in which we live. Hurricane Katrina, one of the nation's worst natural disasters ever recorded, challenged our City greatly. Also, the most recent economic recession has brought with it unique challenges of its own. Financial decisions made during this process will "stamp" this City for decades to come. Great care has been taken in this budget to ensure that the City's recovery process progresses in a positive manner.

The City continues its pledge of re-building its damaged assets from Katrina in a manner that is better than before. With this, much time was spent in planning such things as where to relocate devastated facilities such as community centers, parks, fire and police stations, and other buildings that provide essential services to our citizens. Also, it was important to leverage all available resources in the way of grants, insurance funds, and state and federal funds to ensure that these structures are built back in a manner to survive future catastrophic events. We believe that we have accomplished this and the upcoming year will continue to be stamped as the year of "bricks and mortar."



## Issues, Challenges, and Considerations relating to this budget

### Weakening Financial Condition (Significant Operating Deficits)

The City began experiencing operating deficits in both its General and Water and Sewer Funds in FYE 2008. For the current 2009 year, it is expected that the City's General Fund will experience an operating deficit of \$6.5 million with revenues expected at \$51.9 million and operating expenditures expected at \$58.4 million. This is significant in that operating revenues is expected to fall short of operating expenditures by 13%. Furthermore, the City's Water and Sewer Fund is expected to experience an operating deficit of \$6 million with operating revenue expected at \$24.4 million and operating expenses expected at \$30.3 million. Again, this deficit is significant in that revenues are expected to fall short of expenses by 25%. Without a doubt, the City will have to address these two issues during this 2010 budget in order to put the City's financial condition at an acceptable level.

Below is a summary operating statement of both the General Fund and Water and Sewer Fund for what is expected for the current 2009 year and a projection for 2010 assuming that no action is taken except for eliminating current unfilled vacant positions.

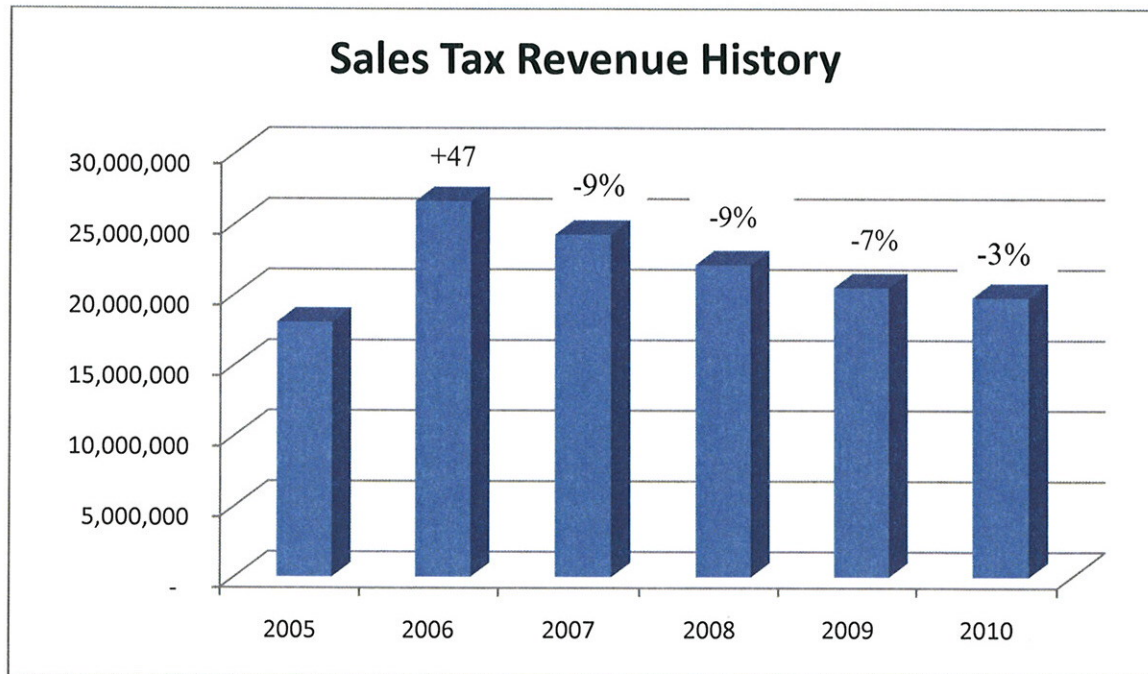
#### General Fund Financial Summary Overview 2009 Estimate versus 2010 projected

	2009 Estimate	2010 Projection	\$ Increase	% Increase
Revenue	\$51,854,716	\$52,852,704	\$997,988	2%
Expenses	\$58,399,479	\$61,691,103	\$3,296,624	6%
Operating Profit / (Loss)	(\$6,544,763)	(\$8,838,359)		
Ending Cash	\$4,200,000	(\$4,639,399)		

#### Water and Sewer Fund Financial Summary Overview 2009 Estimate versus 2010 projected

	2009 Estimate	2010 Projected	\$ Increase	% Increase
Revenues	\$23,470,440	\$24,372,000	\$901,560	4%
Expenses	\$27,006,351	\$30,286,501	\$3,280,150	12%
Operating Profit / (Loss)	(\$3,535,911)	(\$5,914,501)		
Ending Cash	\$2,500,000	(\$3,414,501)		

## Future uncertainty of the Local Economy - Sales Tax History



As evidenced by the above chart, the City experienced a significant boom in sales tax revenue post Hurricane Katrina with sales tax increasing from \$18.1 million in 2005 to \$26.6 million or 47% in 2006. It was anticipated that this level would not remain as most of this increase was due to our citizens and others replacing Katrina damaged assets such as homes, vehicles, personal belongings, etc. Years 2007 and 2008 each experienced 9% decreases and this was anticipated; however, the 7% decrease which is projected in 2009 was not anticipated. The best explanation of the current year downturn revolves around the national recession, of which, is being experienced by individuals, governmental entities, and private sector businesses throughout the United States. For the upcoming 2010 year, sales tax revenue is expected to decrease slightly by 3% as compared to the 2009 year.

### Traffic and Transportation

Balancing development with transportation needs continues to be a top priority of the City. With the growth experienced in the north central section of the City post Katrina, many roads need to be improved to handle an increased traffic flow. Many retail developments are currently underway and the City will continue to seek out federal and state grants to address this ongoing issue.

### **Payback of the Community Disaster Loan**

On December 8, 2005 the City applied for and was awarded Community Disaster Loans totaling \$16.4 million to be used to cover basic operating cost relating to delivering essential municipal services in the wake of Hurricane Katrina. The payback of these loans were deferred for a period of five (5) years with an interest rate of 2.75%. At the time, it was expected that these loans would be forgiven in that they would be turned into grants. The City was recently notified that this matter of forgiveness was being debated in Congress; however, it was communicated that the probability of these loans being forgiven was improbable. The City began escrowing funds over the past several years but had to use most of this escrow to cover operating deficits in various City funds. To date, the City has approximately \$5 million in escrow for the payback but will allocate \$3 million in these funds to cover denied FEMA reimbursements and a General Fund Operating Deficit; thus, leaving \$2 million to repay these loans. If these loans are not forgiven, this will have a significant negative impact on the City's financial condition and create a serious challenge for the City.

### **Unfunded Hurricane Katrina Recovery Projects – FEMA disallowed - \$4 Million**

It has been determined that several Katrina related recovery projects which were originally thought to be wholly funded by FEMA may not meet FEMA's eligibility requirements. In total, these items are estimated at \$4 million which represents about 2% of all FEMA funded Katrina Recovery projects which, in total, are estimated at \$200 million. Some of these projects are as follows:

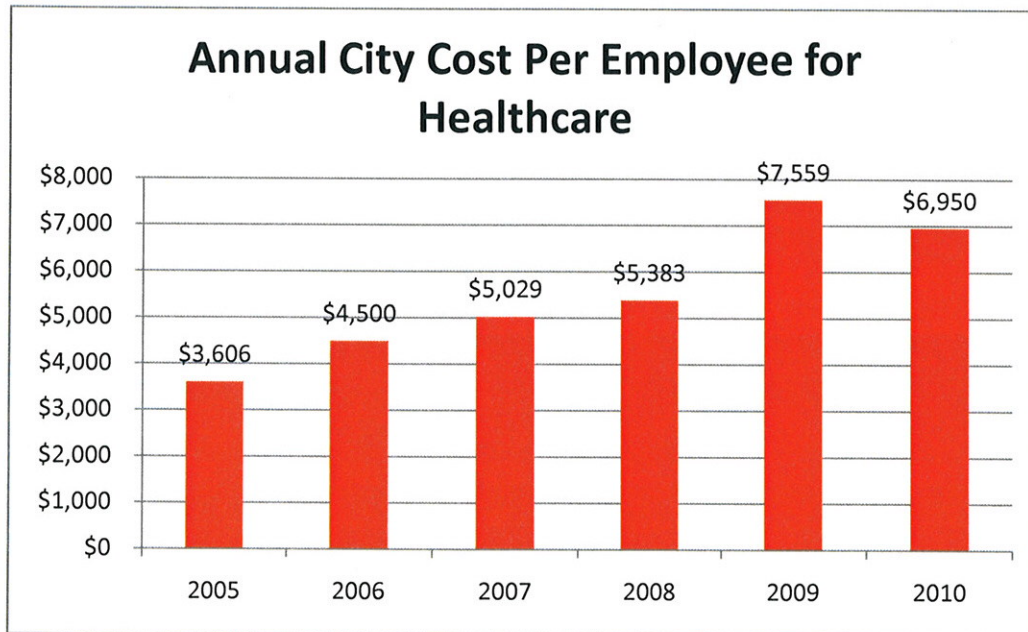
- Upgrade of Water system along Beach Drive (hwy 90) Appeal - \$2.4 million– The City is in the process of replacing its entire water and sewer system between Beach Drive north to the railroad tracks. The system which was in place pre-Katrina was not adequate to handle the future growth that is certain to come once the economy stabilizes. Given this, the City took the approach to upsize the capacity due to codes and standards and hoped that FEMA would deem this to be an eligible project. FEMA denied this project and the City is currently appealing FEMA's position.
- Water and Sewer re-engineering and rights of way along Beach Drive Appeal - \$2 million – Due to a change in standards from the Mississippi Department of Transportation (MDOT) the City could no longer place its utilities along Beach Drive; thus, requiring the City to re-engineer its utilities several blocks up. Also, the City was forced to purchase easements and rights of ways to accomplish this.

### **Rising Cost of Health Care for City Employees**

Health insurance continues to be a major cost to the City and this cost continues to rise; thus, creating a major strain on the City's overall financial condition. For the 2009 year, the cost of the City's Employees' Health Insurance Fund is expected to be near \$6 million; while, the previous 2008 year's cost was \$5 million.

### Health Care (continued)

The Graph below illustrates the Changes in cost of providing health care per employee. Since 2005, this annual per employee cost went from \$3,606 to an estimated \$7,559 per employee in 2009.



In an effort to address rising health care costs, the City accomplished several things. First, the City recently created an employee wellness and health clinic. The intent is to keep employees out of the hospital by offering regular health checks and preventive care. Next, the City recently changed both third party administrators and health care broker. And finally, the new Administration has commissioned a group of community leaders to review the City's health care plan and make recommendations for improvement. It is hopeful that better analysis can be accomplished so that a corrective action plan can be put in place via targeted changes to the City's Health Care Plan and improved negotiations with hospitals and health care providers for better discounts. These changes have been just recently implemented and it is hopeful that this will help ease the future escalating cost of the City providing health care for its employees. However, in order to address the current financial challenge, a more short term solution will be addressed in a subsequent section of this report.



## Rising Cost of Debt supported by Water and Sewer Rates

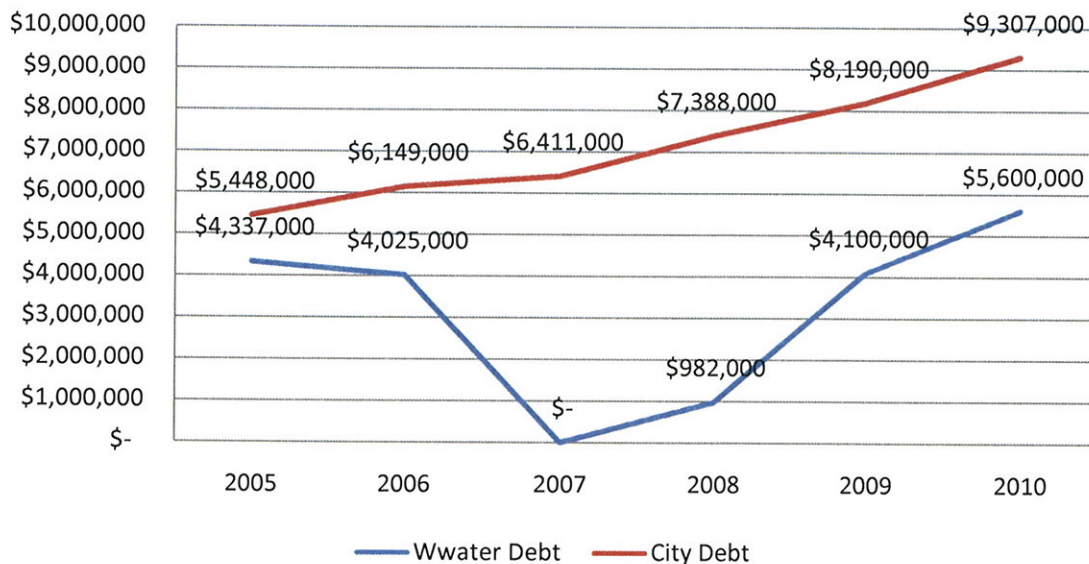
The graph below illustrates the changes in debt repayment (principal and interest) that is serviced by water and sewer rates. The top line (red) represents debt incurred by the City for water and sewer related purposes, i.e. rehabs, repairs, expansions, etc. while the bottom line (blue) represents debt incurred by the Harrison County Utility Authority for rehabs, expansions, and repairs of wastewater treatment facilities owned by the District.

The water and sewer debt (red line) has been steadily rising. This is attributed to a couple of major factors: For one, the City has borrowed huge sums of money, in excess of \$50 million, since 2001 mostly through the State Revolving Loan Fund Program. The way debt is occurred under this program is somewhat similar to a credit card. Funds are made available and no debt is incurred until after the construction period is complete. Given this, it often takes several years for a project to go through the design and construction phase; thus, resulting in a monthly debt repayment amount for 20 years.

The Harrison County Utility Authority debt (blue line) has been unstable. Prior to Hurricane Katrina, the District had approximately \$108 million worth of debt outstanding, of which, the City of Gulfport's share of this was approximately 43% or \$46 million. After Katrina, the district refinanced this debt and borrowed an additional \$18 million which was related to capitalized interest and bond issuance cost. Also, the former interest rate on debt was approximately 5.5% whereas the rate on the new debt is approximately 6.5%.

Given this, the City must adjust its water and sewer rate structure to cover the increases described herein.

### Water and Sewer related Debt



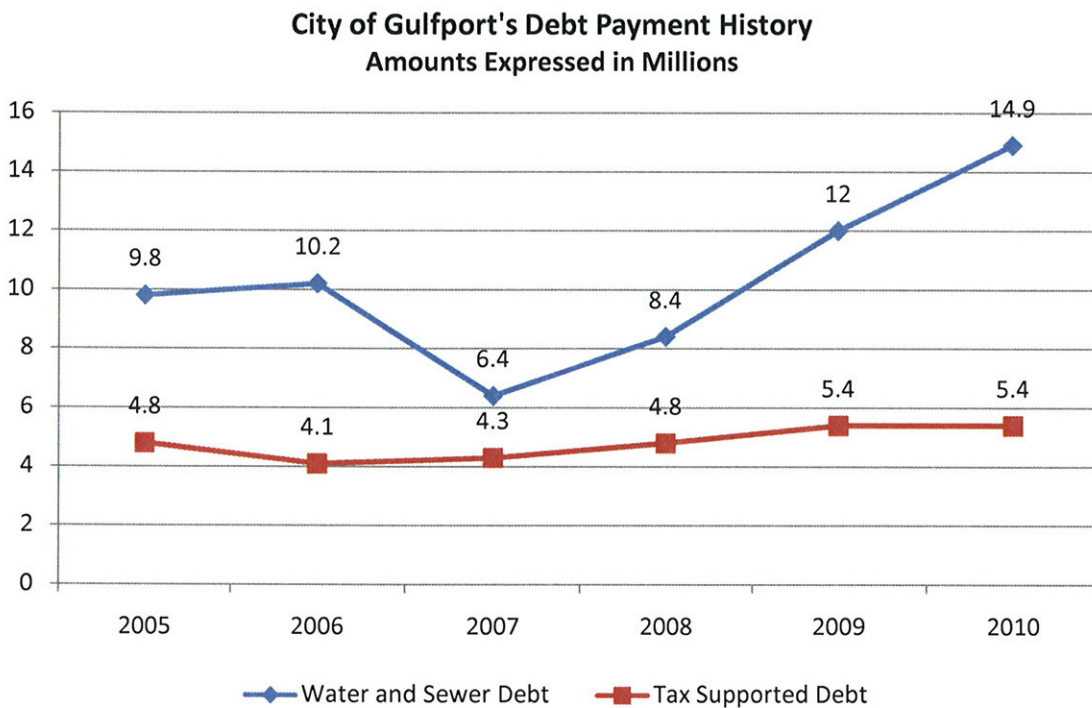
**Budget In Brief**  
**Grand Summary of Revenues, Expenses,**  
**and Changes in Cash Balance**

	Current 2009 Budget	FYE 2010 Adopted Budget
<b>Estimated Revenues:</b>		
Grants (Federal, State, & Local)	\$214,118,332	\$164,536,878
Charges for Services	\$24,283,765	\$28,735,156
Sales Tax	\$20,700,000	\$19,800,000
Property Tax	\$21,966,627	\$23,179,592
Licenses and Permits	\$5,685,000	\$5,315,000
Gaming Fees	\$3,800,000	\$3,500,000
Intergovernmental	\$4,827,082	\$1,902,971
Misc / Other	\$3,235,029	\$255,000
Court Fines	\$2,150,000	\$2,802,000
Total Estimated Revenues	\$300,765,835	\$250,026,597
<b>Other Available Resources:</b>		
Cash – Unobligated (Beginning)		\$15,544,862
Cash – Restricted ( Bond & Insurance Proceeds, Etc.)		\$18,038,093
Total Available Resources (Revenues, and Other Available Resources)		\$283,609,552
<b>Proposed Expenses:</b>		
Capital Projects	\$248,735,046	\$169,859,652
Public Works (Operations and Maint)	\$24,961,054	\$22,975,212
Police	\$25,591,498	\$22,607,803
Debt Service	\$17,859,000	\$20,358,827
Urban, Community, & Economic Development	\$23,005,627	\$12,761,394
Fire	\$14,221,912	\$12,699,539
General Government	\$11,675,406	\$9,738,479
Culture and Recreation	\$6,201,025	\$4,963,510
Total Proposed Expenses	\$372,250,568	\$275,964,416
Proposed Cash – Unobligated (Ending)		\$7,645,136

## Financial Overview

### Debt Management

The City currently has \$128 million in “direct” outstanding debt consisting of \$34 million relating to debt being supported by property taxes for purposes of maintaining and upgrading streets, bridges, drainage systems, and parks; while, \$94 million is related to water and sewer infrastructure expansions and upgrades. Additionally, the City is responsible for approximately \$46 million in debt through the Harrison County Utility Authority bringing the total debt being serviced by the City to around \$173 million. Total debt interest and principal payments will cost \$20.3 million for the upcoming year (Water and Sewer \$14.9 million; Tax Supported \$5.4 million). The graph below illustrates historical changes in the City’s debt payments over the prior years.



Note: The above graph includes the City’s share of debt payments relating to the Harrison County Wastewater Management District and this amount is represented in the “blue line” which represents water and sewer related debt.

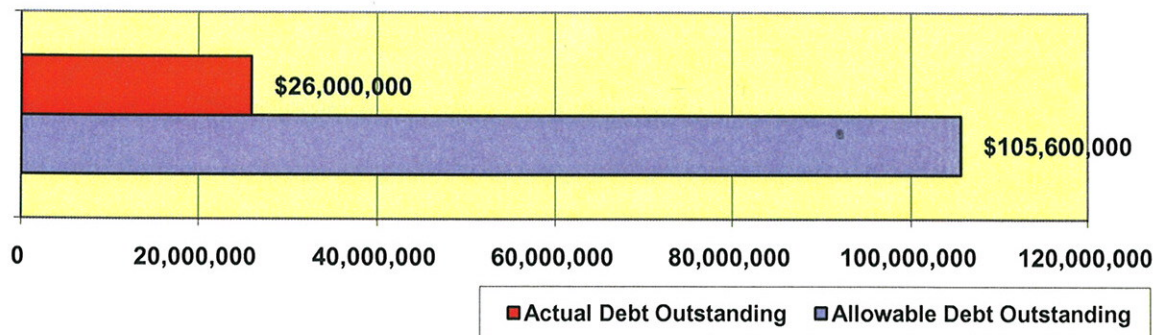


## Legal debt Margin Calculation

- State Law restricts the amount of outstanding debt a Municipality can have outstanding. This restriction pertains to that debt which is repaid through property taxes. Debt that is repaid by rates and fees is exempt from this calculation, i.e. water and sewer. Total general obligation bonded debt outstanding shall not exceed 15% of gross assessed value of all assessed value of property within the municipality. Below is a calculation of Gulfport's legal debt margin for FYE 2010.

FYE 2010 Gross Assessed Valuation	\$704,000,000
Times 15% Allowable	<u>*15%</u>
Allowable Debt Outstanding – 15% Rule	\$105,600,000
Actual GO Debt Outstanding	<u>\$26,000,000</u>
Debt Margin – Borrowing Capacity	\$79,600,000

**Debt Thermometer (non water and sewer)**

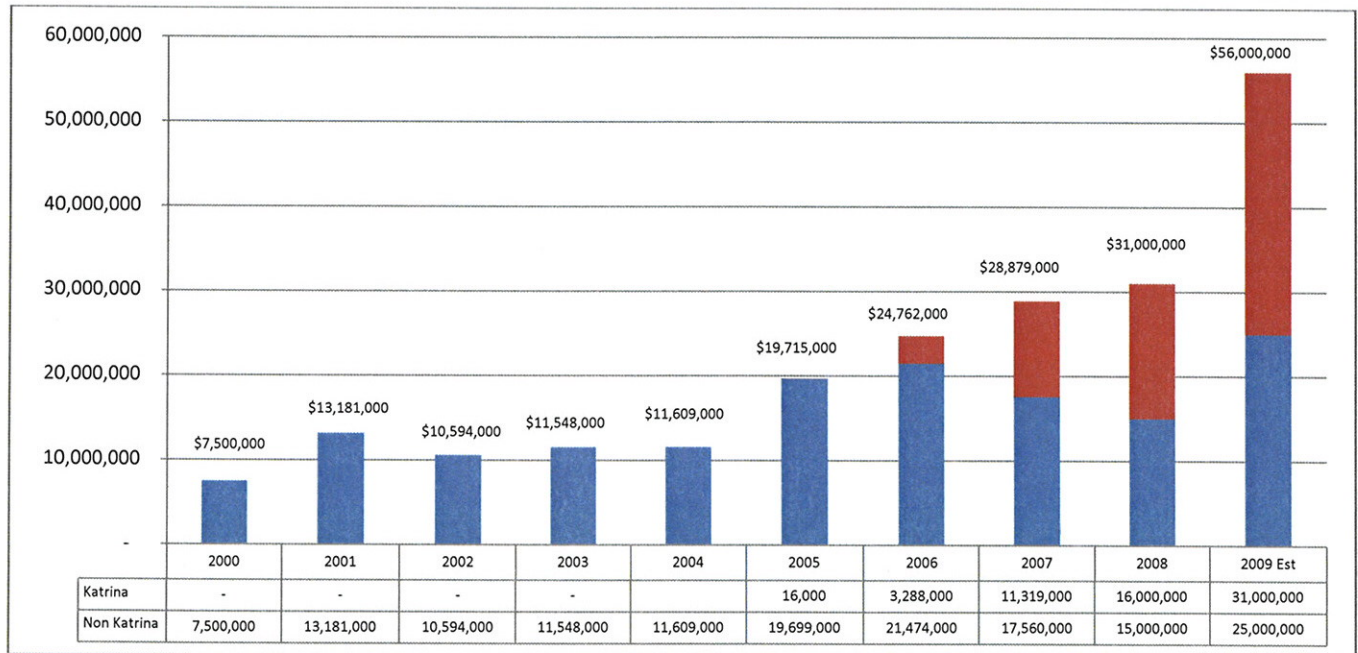


Gulfport is currently at 25% of capacity which allows for \$79.6 million for further bond issues; however, taxes would have to be raised to fund this additional borrowing. Gulfport is in good shape with regards to the amount of outstanding debt (subject to being repaid through property taxes) as a percentage of property value as compared to the industry standard which is 50% capacity.



## Infrastructure Management

### “ The Past “



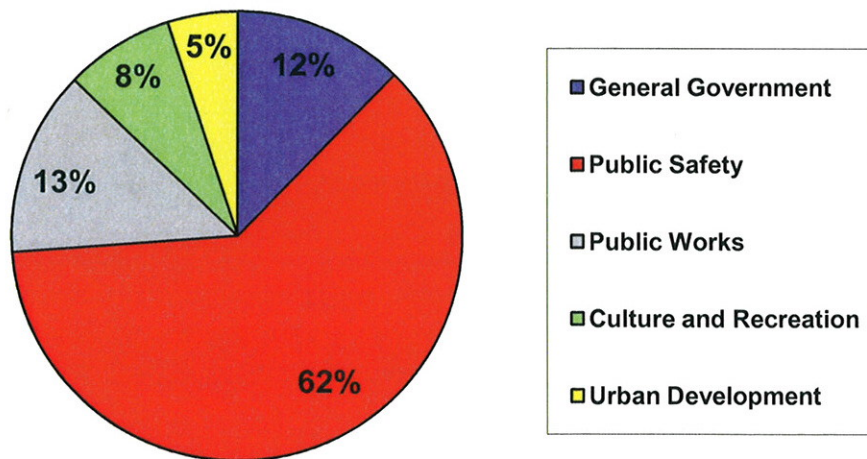
The above graph illustrates the City's capital projects spending from 2000 through 2009 with 2009 being an estimate as the year is still ongoing. The blue line represents those expenses that are not Katrina related while the red line represents Katrina related expenses. The 2009 year was labeled as the "year of bricks and mortar" and this has certainly proved to be the case with total capital projects expenses totaling \$56 million which is nearly twice that amount as compared to the previous year.

For the upcoming 2010 year, \$170+ million in construction projects that are in the work in progress stage will be carried over from the prior year. These funds are broken down as follows:

Water and Sewer – (non Katrina)	\$7,443,000
Katrina Related – FEMA and Insurance	\$117,120,000
CDBG Katrina Supplemental Relief	\$21,493,000
Capital Projects - Other	\$31,783,000
<b>Total Work In Progress FYE 2010</b>	<b>\$177,839,000</b>

## Personnel Cost by Major Function

Personnel related cost is the City's largest recurring expenditure accounting for \$44.9 million or approximately 79% of the City's General Fund's total expenditures. This number includes the streets and drainage portion of the labor contract with Southwest Water. The City of Gulfport's 2010 budget includes a total employee count of approximately 670 full-time employees. Below is a graph of personnel cost allocation by major function.



## Summary of Proposed Budget Reduction Plan

### 1. Job Reductions / Managed Attrition Program - \$3.7 Million in Reductions

Since January 2009, the City has been operating under a hiring freeze whereby vacated positions would remain unfilled for an unspecified period of time. During this seven (7) month time frame (January – July), the City has accumulated 47 vacant positions. This equates to about six jobs becoming vacant each month. The Budget reflects the elimination of an additional 27 jobs which are occupied for the upcoming year; thus, bringing the total of jobs being eliminated to 74 (47 vacant plus 27 occupied.)

	Count
Eliminate vacant positions	47
Eliminate occupied positions	<u>27</u>
Total Job Eliminations	74

Note: of the 27 occupied jobs being eliminated, 6 will be done through attrition while the remaining 21 will be done through consolidation of jobs and reallocation of duties. Of these, none are sworn police officers or combat firefighters; rather, these reductions are from jobs which serve as an administrative and support function.

## **2. Reduction in the City's Privatization Contract - \$824,000 in Budget Reductions**

The City's total current privatization contract budget is \$7.9 million. This Budget reflects the reduction of the contract amount by \$824,000 bringing the total to \$7.1 million. The table below illustrates the proposed changes on a department basis.

Department	Current 2009 Budget	Proposed 2010 Budget	\$ Change
Streets and Drainage	\$3,450,926	\$3,096,825	(\$354,101)
Utility Billing	\$1,339,336	\$1,189,336	(\$150,000)
Water & Sewer Operations	\$3,131,176	\$2,811,687	(\$319,489)
Total	\$7,921,438	\$7,097,848	(\$823,590)

These reductions will be accomplished by changing some of the benchmarks which are currently in place such as extending routine maintenance schedules in the area of sidewalks, grass cutting, street sweeping, non-emergency service requests, and other routine activities.

## **3. Health Care Changes - \$500,000 in Budget Reductions**

In an effort to address the City's escalating cost of providing health care to its employees, the Administration is proposing additional increases in health care premiums to be passed on to employees. A plan will be devised and submitted to council that will reduce the City's share of health care cost by \$500,000. On average, it is anticipated that each employee will be affected by about \$40 per bi-weekly pay period.

## **4. Holiday Pay - \$340,000 in Budget Reductions**

The administration is proposing to change and better manage the method by which it pays its employees for working holidays. This mainly affects our fire and police shift work personnel. Currently the City pays these employees who work holidays at a rate that is twice the rate of normal pay. Based upon recommendations from both our Police and Fire Departments, it is recommended to pay holidays at a rate of 1.5 rather than 2 times the normal rate. Also, through better management of this, the City could grant additional time off when scheduling permits rather than incurring the immediate cost of additional pay. The Administration believes that approximately \$340,000 in annual cost savings could be realized from this new plan.

## **5. Overtime Reductions - \$1.4 million inclusive of benefits**

The City's current 2009 overtime budget is currently at \$1.9 million inclusive of related taxes. The City proposes to reduce this amount by \$1.4 million bringing the new 2010 overtime budget to \$544,000. These savings will be realized through increased efficiencies and better use of existing resources.

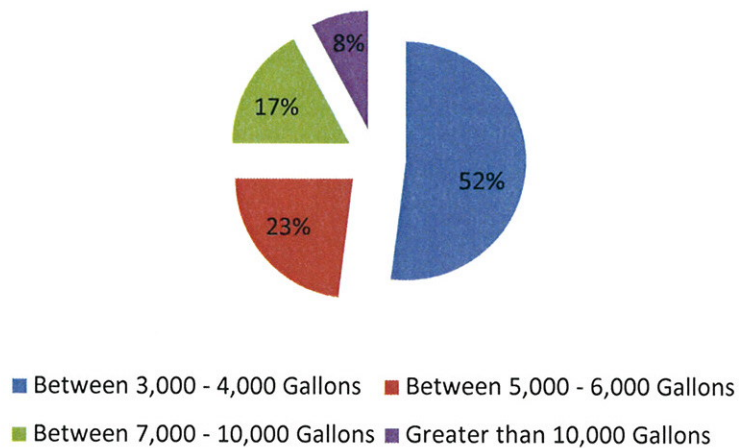


## 6. Water and Sewer Rate Increase – \$3,800,000 in additional revenue

Due to significant operating budget deficits mainly caused by increasing debt repayment, the City must increase rates. Currently, the City has a two tier rate structure whereby the first 3,000 gallons in monthly consumption is charged a rate and the remainder is charged a greater rate. The City is proposing to change this by implementing a 4 tier rate system as explained in the bottom of the below chart.

The Chart below illustrates what percent of the City's water customers fall within each of the 4 rate tiers.

### Consumer Profile Monthly Consumption



The table below illustrates the changes in various bill consumption amounts once the new rate structure goes into affect. The increase will range from 3% on the low end users to upwards of 30% for those who are considered high consumption users.

Monthly Consumption	Current Bill	Proposed Bill	\$ Increase	% Increase
3,000	\$30.91	\$31.87	\$.96	3%
6,000	\$54.73	\$56.86	\$2.13	4%
8,000	\$70.61	\$76.16	\$5.55	8%
20,000	\$165.89	\$201.46	\$35.57	21%
50,000	\$390.94	\$506.31	\$115.37	30%

## 7. Implementation of City Wide Electronic Meter Reading System

As much of the City's infrastructure was destroyed from Katrina, many "new" opportunities presented themselves and gave this City a "once in a lifetime" opportunity to move forward. The use of new technologies in the way of electronic meter reading is an example of this.

Below is a summary of both the financial and qualitative gains that would result in implementing a City Wide metering system:

### Annual Estimated Financial Gain Calculation

Add: Increase in annual revenue (conservative 10%)	\$1,800,000
Less: Annual Debt Repayment	(\$1,135,000)
Add: Cost Savings for 4 Meter Readers	\$200,000
Add: Savings in Fuel and Other Operational Cost	\$50,000
Total Annual Financial Gain	<u>\$915,000</u>

### Other Qualitative Factors:

- ✓ Eliminates Human Error
- ✓ Accurate and Fair Billing to all customers
- ✓ Highly Reliable
- ✓ Reduces Hazards to employees
- ✓ Data Logging – Enables to detect leaks quickly so that customers can be notified in a timely manner

#### 8. Contributions to Outside Agencies

Organization Name	Amount
Coast Transit Authority	\$235,800
Gulf Regional Planning	\$23,400
Gulfport – Biloxi Regional Airport	\$115,000
Harrison County – USM Bond	\$52,000
Ms Soil and Conservation	\$15,000
Crusin the Coast	\$13,500
Harrison County Library	\$303,692
Main Street	\$15,000
Lynn Meadows Discovery Center	\$18,000
Smokin the Sound	\$13,500
Sounds by the Sea	\$9,000
Other - Misc	\$48,500
Total Proposed FYE 2010	\$862,392
Total Approved FYE 2009	\$1,042,285
Total Reductions	\$179,893

Note: All agencies listed above have been reduced by 10% as compared to existing funding levels except for Gulfport – Biloxi Regional Airport, Harrison County – USM Bond, and Main Street. The Airport and Harrison County amounts are used to service future debt commitments.

## **9. Revenue Fee Enhancements - \$345 in additional revenue**

Municipal Court Fee Increases – The Municipal Court proposes to collect an additional \$172,000 through instituting the following fees: In State Collection Fee of 15%, Out of State Collection Fee of 25%, a processing fee of \$25, and a warrant fee of \$50 on all warrants served.

Police Department Fee Increases – The Police Department recently instituted a false alarm fee in an effort to reduce police responses to false alarm calls. This new program is expected to generate an additional \$95,000 in fees for the upcoming year. Also, fees will be re-instituted for police records that will generate an additional \$38,160. Total new revenue generated from both of these activities is projected at \$133,000.

Increase in Summer Day Camp Fees – The City currently charges \$35 per week per child for participation in the City's summer day camp program. The City is proposing to increase this amount by \$10 per week, bringing the new weekly charge to \$45 per child. It is anticipated that this increase will yield an additional \$40,000 in annual revenue.

## **10. No Increase in Longevity Pay - \$100,000 in annual savings**

The City currently pays \$200 per employee for each year of service as longevity pay. For example, assuming an employee has been with the City for 10 years, the annual longevity pay would be \$2,000 (years of service \* \$200 each year.) The City is proposing to freeze any increases for the upcoming year. This is expected to save approximately \$100,000 for the upcoming year.



## Accounting Structure

State Law requires the City establish individual Funds to separately account for resources and expenses relating to such activities as capital projects, debt service, public utility, etc. Funds are similar in nature to a private sector's division or segment. Listed below is a breakdown of the City's individual funds with a brief explanation of their purpose:

Fund Name	Fund Purpose
General Fund	Established to account for activities that are traditional in nature to governmental entities and which are not required to be reported in another fund. Examples of General Fund activities include: public safety (police and fire), public works (non water and sewer), recreation, planning \ zoning, general administration, legal, courts, etc.
Capital Projects	This fund is used to account for resources relating to the acquisition and construction of major facilities and infrastructure improvements other than those financed by the water and sewer utility fund. Primary funding for this fund comes from Grants, bond issues, funds transferred in from the General Fund.
Debt Service	This fund is used to account for resources relating to the repayment of debt (principal and interest). Note: this does not include water and sewer related debt which is paid by the water and sewer utility fund. This fund's primary source of revenue is property taxes.
Public Employees Retirement Fund	This fund is used to account for resources used in funding the "old" Police and Fire retirement system. This fund's primary revenue source is property taxes.
Community Development Block Grant Fund (CDBG)	This fund is used to account for resources associated with various Federal Grants. These funds must be spent according to strict guidelines. Resources of this fund is being used to fund activities such as the downtown facade program, downtown streetscapes, long term workforce housing, housing rehab, and activities benefiting low to moderate income households.
Hurricane Fund	This fund is used to account for resources associated with "major" natural disasters when Federal and State Grants will be received by the City to help in its recovery. Recent examples of this is Hurricanes Katrina and Gustav.
Employee's Health Insurance Fund	This fund is used to account for resources relating to providing health care to City employees.
Claims Contingency Fund	This fund is used to account for resources relating to property, general liability, and worker's compensation claims.
Police Forfeits and Seizure Fund	This fund is used to account for resources relating to assets seized by the City's Police Department.
Joseph T. Jones Fund	This fund is used to account for resources relating to the operations and maintenance of leasing of boat slips and other facilities within the Joseph T. Jones Yacht Basin.
Water and Sewer Fund	This fund is used to account for resources relating to the operations of the City's water and sewer utility system. Most all of the resources associated with this fund are derived from user charges.

**General Fund Financial Summary**  
**2009 Budget versus 2010 Adopted Budget**

	2009 Budget	2010 Adopted Budget	\$ Increase / (Decrease)
Operating Revenues	\$53,440,914	\$51,591,528	(\$1,849,386)
Operating Expenses	\$64,465,781	\$56,367,118	(\$8,098,663)
Excess / (deficiency) of revenues over expenditures	<u>(\$11,024,867)</u>	<u>(\$4,775,590)</u>	
Other Financing Sources and Uses:			
Unobligated Cash – Beginning 10/01/2009		\$4,500,000	
Transfers in from other funds		\$2,000,000	
Unobligated Cash – Ending 9/30/2010		\$1,724,410	

The above General Fund Financial Summary reflects a budgeted deficiency of revenues over expenditures of \$4.8 million in the upcoming FYE 2010 year as compared to a budgeted deficiency of \$11 million for the FYE 2009 year. Note that the deficiency in revenues over expenditures for the 2009 year contained capital expenditures of \$2.2 million, so, the true budgeted operating deficiency net of capital expenditures is \$8.8 million.

The 2010 operating deficiency of \$4.8 million will be balanced through the use of \$4.5 million in General Fund unobligated cash and \$2 million in a transfer from the municipal debt service fund. Given this, the General Fund is projected to end the 2010 year with \$1.7 million in unobligated cash.

**Water and Sewer Fund Financial Summary  
2009 Budget versus 2010 Adopted Budget**

	2009 Budget	2010 Adopted Budget	\$ Increase / (Decrease)
Operating Revenues	\$23,305,849	\$27,897,000	\$4,591,151
Operating Expenses	\$28,214,832	\$29,845,589	\$1,630,757
Excess / (deficiency) of revenues over expenditures	<u>(\$4,908,983)</u>	<u>(\$1,948,589)</u>	
Other Financing Sources and Uses:			
Unobligated Cash – Beginning 10/01/2009		\$4,100,000	
Unobligated Cash – Ending 9/30/2010		\$2,151,411	

The above Water and Sewer Fund financial summary reflects a deficiency of revenue over expenditures of \$1.9 million for the 2010 year as compared to a \$4.9 deficiency in 2009. The operating revenues will increase an estimated \$4.6 million which is a result of a rate increase and the installation of new meters city-wide. The increase of \$1.6 million in operating expenses is mainly attributed to an increase in debt service to the Harrison County Utility Authority. See water and sewer section of this report for a detailed financial statement.

**Municipal Debt Service Fund Financial Summary  
2009 Budget versus 2010 Adopted Budget**

	2009 Budget	2010 Adopted Budget	\$ Increase / (Decrease)
Operating Revenues	\$5,283,505	\$5,659,502	\$375,997
Operating Expenses	\$5,390,000	\$5,417,000	\$270,000
Excess / (deficiency) of revenues over expenditures	<u>(\$106,495)</u>	<u>242,502</u>	
Other Financing Sources and Uses:			
Unobligated Cash – Beginning 10/01/2009		\$5,200,000	
Transfers out to Other Funds		(\$3,000,000)	
Unobligated Cash – Ending 9/30/2010		\$2,442,502	

The City's Municipal Debt Service Fund is established to account for resources used to service the City's debt repayment (non water and sewer.) This fund will begin the 2010 year with an estimated \$5.2 million in unobligated cash. The City proposes to transfer \$3 million of these funds to the following: \$1 million to the Hurricane Fund to cover ineligible FEMA expenditures and \$2 million to the General Fund to cover anticipated shortfalls.

## **The Future... Issues and Challenges...**

### **1. Payback of the Community Disaster Loan**

As previously reported, on December 8, 2005 the City applied for and was awarded Community Disaster Loans totaling \$16.4 million to be used to cover basis operating cost relating to delivering essential municipal services in the wake of Hurricane Katrina. The payback of these loans are deferred for a period of five (5) years with an interest rate of 2.75%. At the time, it was expected that these loans would be forgiven in that they would be turned into grants. The City was recently notified that this matter of forgiveness was being debated in Congress; however, it was communicated that the probability of these loans being forgiven was improbable. If these loans are not forgiven, this will have a significant negative impact on the City's financial condition and create a serious challenge for the City for years to come.

### **2. Unfunded FEMA Issues**

It has been determined that several Katrina related recovery projects which were originally thought to be wholly funded by FEMA may not meet FEMA's eligibility requirements. In total, these items are estimated at \$4 million which represents about 2% of all FEMA funded Katrina Recovery projects which, in total, are estimated at \$200 million. \$1 million of these disallowed projects relating to the re-engineering of the water and sewer system south of the tracks has been funded in this budget; however, the \$2.4 million in water system upgrades along highway 90 is currently in appeal with FEMA and it is uncertain as to the outcome of this project.

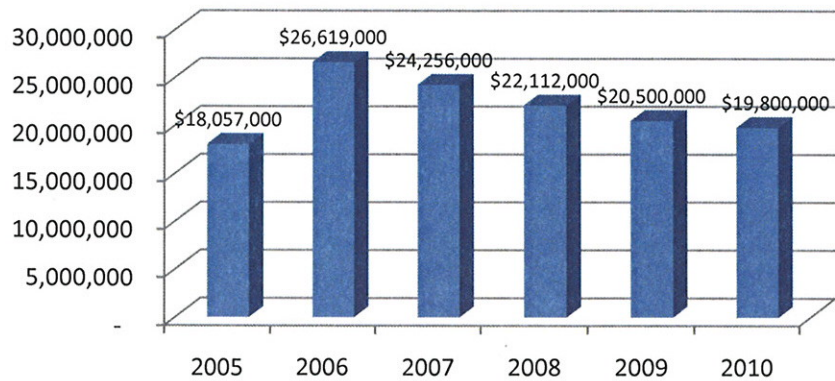
### **3. Employee Healthcare – Cost Control**

Great effort and strides have been made in this budget to address the City's issue of containing the cost of providing health care to its employees. The City must continue to look long-term and find ways to encourage and promote a culture of a healthy workforce.



#### 4. Future uncertainty of Local Economy

### Sales Tax Revenue History



As evidenced by the above chart, the City experienced a significant boom in sales tax revenue post Hurricane Katrina with sales tax increasing from \$18.1 million in 2005 to \$26.6 million or 47% in 2006. It was anticipated that this level would not remain as most of this increase was due to our citizens replacing Katrina damaged assets such as homes, vehicles, personal belongings, etc. Years 2007 and 2008 each experienced 9% decreases and this was anticipated; however, the 7% decrease which is expected in 2009 was not anticipated. The best explanation of the current 2009 year downturn revolves around the national recession, of which, is being experienced by individuals, governmental entities, and private sector businesses throughout the United States. Economists cannot agree on when this downturn will end but the consensus seems to be that the economy has reached bottom and the recovery will be slow.

#### 5. Balance the Budget (General and Water & Sewer Funds)

Although significant progress was made in this budget to reduce budget deficits in both the General Fund and Water and Sewer Fund, work is still remaining. The General Fund contains a FYE 2010 budget operating deficit of \$4.8 million which represents 8% of General Fund expenditures while the Water and Sewer Fund contains a \$1.9 million budget operating deficit which represents 6% of Water and Sewer Fund expenditures.

In closing, I would like to thank all of the City's Directors who worked so hard in working to streamline and reduce their respective budgets without negatively impacting those critical functions that are so important to our citizens. As previously communicated in this budget, the times in which we live are very challenging and the future of the economy is still uncertain; however, I believe the worst is behind us. On the bright side, the City has spent more in the current 2009 year in Capital Projects than any other year in Gulfport's history with \$52 million being spent and another \$170+ million that will be budgeted towards capital projects for the upcoming year as rollover work in progress. Our Citizens will continue to see and experience a capital improvement program like none other as the City continues to re-build its Katrina destroyed assets in an improved and well planned manner. These improved buildings, infrastructure, and other City facilities will stamp this City for decades to come; so it is important to "get it right."

Sincerely,



Mike Necaie  
Director of Administration and Finance



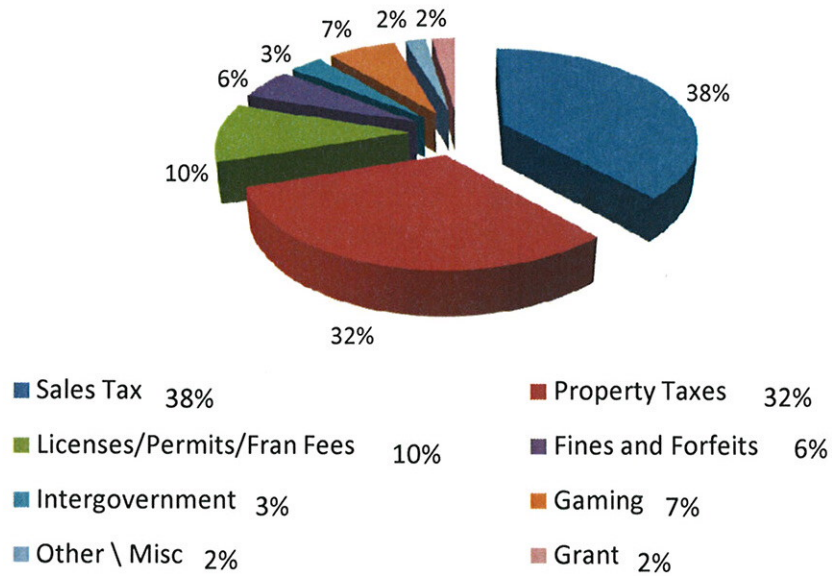
## **GENERAL FUND**

The General Fund is the City's largest fund accounting for approximately 21% of all revenues. This fund is used to account for all activities that are traditional in nature to governmental entities and which are not required to be accounted for in another fund. Examples of General Fund activities include the following:

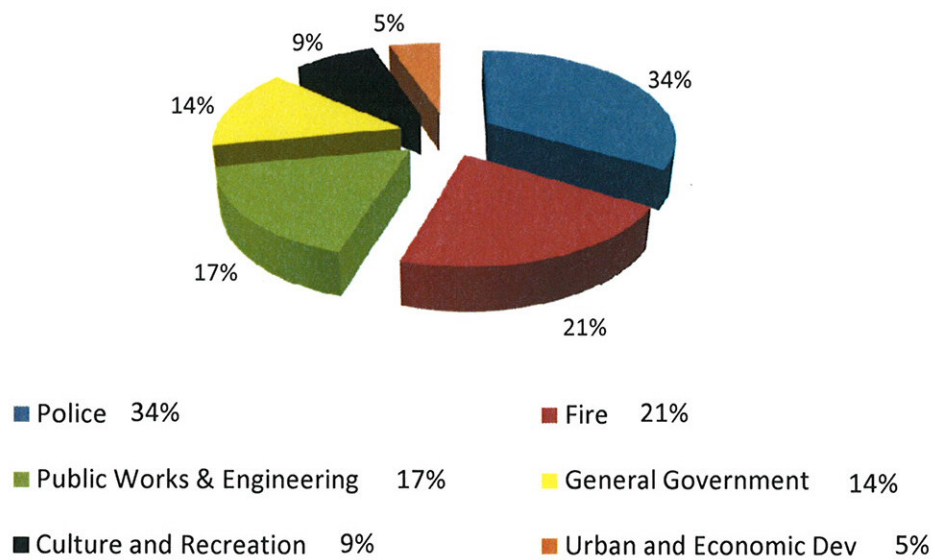
- General Government – Serves as the administrative arm of the city. Departments which carry out this function include: Executive ( Mayor ), Legislative ( Council ), Judicial ( Courts ), Legal ( City Attorney ), General Administration, and Public Transportation.
- Public Safety – Serves as protection to the general public with regards to life, health, and property. Departments which carry out this function include Police and Fire.
- Public Works – Serves to manage the City's overall infrastructure. This includes but is not limited to road and bridge maintenance, drainage prevention and control, and traffic signalization.
- Culture and Recreation – Serves to promote cultural activities for all ages. These activities include summer day camps for our youth, senior citizen programs for our elderly, various sports and recreational programs, and maintenance of parks and playgrounds. Divisions which carry out this function include Leisure Services, Building Maintenance, Senior Citizens, and Cemetery.
- Urban and Economic Development – Serves to ensure zoning laws and building codes are enforced. This entails such activities as building plans review, inspections, and the issuance of building permits. The major divisions which carry out this function is Building Code, Planning and Zoning, and Code Enforcement.



### General Fund Revenue Where Does the Money Come From?



### General Fund Expenditures Where Does the Money Go?



City of Gulfport  
General Fund Proposed Budget  
For Fiscal Year Ending 9/30/2010

		FYE 2009 Current Budget	FYE 2010 Adopted Budget	Increase / (Decrease)
Operating Revenues				
1	Property Tax	15,350,000	16,204,000	854,000
2	Sales Tax	20,700,000	19,800,000	(900,000)
3	Licenses, Permits, & Franchise Fees	5,685,000	5,315,000	(370,000)
4	Gaming Fees	3,800,000	3,500,000	(300,000)
5	Grants (Federal, State, Local)	2,249,192	1,181,372	(1,067,820)
6	Court Fines	2,150,000	2,802,000	652,000
7	Intergovernmental	1,703,000	1,703,000	-
8	Charges for Service	977,916	838,156	(139,760)
9	Misc / Other	825,806	248,000	(577,806)
10	Total Operating Revenues	<u>53,440,914</u>	<u>51,591,528</u>	<u>(1,849,386)</u>
Operating Expenses				
11	Executive (Mayor)			
12	Personal Services	262,225	276,170	13,945
13	Material and Supplies	4,400	3,960	(440)
14	Other Services and Charges	25,353	19,965	(5,388)
15	Capital Outlay			-
16	Total Executive	<u>291,978</u>	<u>300,095</u>	<u>8,117</u>
17	Legislative (Council)			
18	Personal Services	360,643	397,433	36,790
19	Material and Supplies	4,000	4,700	700
20	Other Services and Charges	129,865	59,544	(70,321)
21	Capital Outlay	19,500		(19,500)
22	Total Legislative	<u>514,008</u>	<u>461,677</u>	<u>(52,331)</u>
23	Judicial (Courts)			
24	Personal Services	1,370,106	1,277,079	(93,027)
25	Material and Supplies	63,341	47,378	(15,963)
26	Other Services and Charges	325,666	269,970	(55,696)
27	Capital Outlay	15,682		(15,682)
28	Total Judicial	<u>1,774,795</u>	<u>1,594,427</u>	<u>(180,368)</u>
29	Legal (City Attorney)			
30	Personal Services	1,069,168	917,815	(151,353)
31	Material and Supplies	7,770	5,800	(1,970)
32	Other Services and Charges	225,635	143,534	(82,101)
33	Capital Outlay	10,323	6,520	(3,803)
34	Total Legal	<u>1,312,896</u>	<u>1,073,669</u>	<u>(239,227)</u>



	FYE 2009 Current Budget	FYE 2010 Adopted Budget	Increase / (Decrease)
35 Administration and Finance			
36 Personal Services	2,584,650	2,350,867	(233,783)
37 Material and Supplies	235,595	135,595	(100,000)
38 Other Services and Charges	1,928,145	1,712,052	(216,093)
39 Capital Outlay	539,659		(539,659)
40 Total Administration and Finance	<u>5,288,049</u>	<u>4,198,514</u>	<u>(1,089,535)</u>
41 Public Transportation	<u>403,000</u>	<u>374,200</u>	<u>(28,800)</u>
42 Police			
43 Personal Services	17,105,223	15,920,525	(1,184,698)
44 Material and Supplies	1,558,217	1,450,569	(107,648)
45 Other Services and Charges	1,648,937	1,448,678	(200,259)
46 Capital Outlay	421,136		(421,136)
47 Total Police	<u>20,733,513</u>	<u>18,819,772</u>	<u>(1,913,741)</u>
48 Fire			
49 Personal Services	12,125,587	11,246,660	(878,927)
50 Material and Supplies	466,027	396,227	(69,800)
51 Other Services and Charges	423,140	298,622	(124,518)
52 Capital Outlay	439,942		(439,942)
53 Total Fire	<u>13,454,696</u>	<u>11,941,509</u>	<u>(1,513,187)</u>
54 Public Works			
55 Personal Services	2,532,781	2,356,842	(175,939)
56 Material and Supplies	2,327,747	2,073,669	(254,078)
57 Other Services and Charges	4,050,741	3,604,575	(446,166)
58 Capital Outlay	323,598		(323,598)
59 Total Public Works	<u>9,234,867</u>	<u>8,035,086</u>	<u>(1,199,781)</u>
60 Engineering			
61 Personal Services	567,220	524,056	(43,164)
62 Material and Supplies	19,700	19,700	-
63 Other Services and Charges	1,436,743	1,228,505	(208,238)
64 Capital Outlay	47,372		(47,372)
65 Total Engineering	<u>2,071,035</u>	<u>1,772,261</u>	<u>(298,774)</u>
66 Leisure Services			
67 Personal Services	3,839,818	3,492,844	(346,974)
68 Material and Supplies	726,994	521,766	(205,228)
69 Other Services and Charges	1,090,352	827,344	(263,008)
70 Capital Outlay	399,713		(399,713)
71 Total Leisure Services	<u>6,056,877</u>	<u>4,841,954</u>	<u>(1,214,923)</u>
72 Urban Development			
73 Personal Services	2,419,193	2,264,199	(154,994)
74 Material and Supplies	67,118	74,795	7,677
75 Other Services and Charges	615,835	576,710	(39,125)
76 Capital Outlay	14,801		(14,801)
77 Total Urban Development	<u>3,116,947</u>	<u>2,915,704</u>	<u>(201,243)</u>

	FYE 2009 Current Budget	FYE 2010 Adopted Budget	Increase / (Decrease)
78 Economic Development			
79     Personal Services	165,420	-	(165,420)
80     Material and Supplies	11,700	9,300	(2,400)
81     Other Services and Charges	31,500	28,950	(2,550)
82     Capital Outlay	4,500		(4,500)
83     Total Economic Development	<u>213,120</u>	<u>38,250</u>	<u>(174,870)</u>
84 Total Operating Expenses	<u>64,465,781</u>	<u>56,367,118</u>	<u>(8,098,663)</u>
Excess / (deficiency) of Revenues over			
85 Expenditures	<u>(11,024,867)</u>	<u>(4,775,590)</u>	
86 Other Financing sources and uses			
87     Unobligated Cash - Beginning 10/01/2009		4,500,000	
88     Operating Transfers in from Other Funds	5,289,661	2,000,000	
89     Operating Transfers out to Other Funds	(3,950,167)		
90     Loan Proceeds	1,000,000		
91     Unobligated Cash - Ending 9/30/2010		1,724,410	



## **CAPITAL PROJECTS FUND**

The Capital Projects fund is used to account for the acquisition and construction of major capital facilities and infrastructure improvements other than those financed by the Water and Sewer, Hurricane, Insurance, and Joseph T. Jones Funds. Examples of these types of activities include the following:

- Street Improvements – Paving \ Widening
- Drainage prevention and control
- Right of way acquisitions
- Building Construction and Renovation
- Parks and Recreational Facilities

City of Gulfport  
Capital Projects Funds Proposed Budget  
For Fiscal Year Ending 9/30/2010

	FYE 2009 Current Budget	FYE 2010 Adpoted Budget
Estimated Revenues		
Grants - (Federal, State, & Local)	21,388,817	18,958,198
Other Revenue	<u>426,639</u>	
Total Projected Revenues	<u>21,815,456</u>	<u>18,958,198</u>
Proposed Expenditures		
Capital Projects Fund - Work In Progress	41,874,402	31,079,863
Bond Issue - 1996 - Work in Progress	77,211	62,685
Bond Issue - 2001 - Work in Progress	312,656	233,926
Bond Issue - 2003 - Work in Progress	<u>643,537</u>	<u>407,234</u>
Total Proposed Capital Projects Expenditures	<u>42,907,806</u>	<u>31,783,708</u>
Excess / (deficiency) of Revenues over Expenses	(21,092,350)	(12,825,510)
Other Financing sources and uses		
Unobligated Cash - Beginning 10/01/2009		905,189
Restricted Cash and Bond Proceeds		12,521,321
Transfers in from other funds		
Transfers out to other funds		-
Unobligted Cash - Ending 9/30/2010		601,000

Note: Other Capital Projects are contained in the Water and Sewer Fund, CDBG Fund, FEMA Fund and Insurance Fund

**CITY OF GULFPORT - CAPITAL PROJECTS FUNDS  
FYE 2010 WORK IN PROGRESS**

**Total FYE 2010  
Work In Progress**

**CAPITAL PROJECTS FUND**

2014 JOSEPH AVENUE	123,300	
2039 FIRE STATION 7	35,087	
2202 3 RIVERS-NORTH-CREOSOTE TO SEAWAY	264,481	
2203 CREOSOTE/THREE RIVERS/US49/AIRPORT	42,597	
2330 PASS ROAD COURTHOUSE ROAD INTERSCT	5,000	
2341 SEAWAY ROAD WIDENING TEA 21	1,806,344	
2353 LORRAINE RD BRIDGE @ FRITZ CREEK'05	69,137	
2354 AIRPORT ROAD OUTFALL - 3 RIVERS '05	2,195	
2358 STREET PAVING '05	11,111	
2359 11TH STREET DRAINAGE '05	41,786	
2375 COURTHOUSE ROAD BOAT LAUNCH '05	405,973	
2382 JOSEPH T JONES MEMORIAL PARK	179,953	
2383 PARKS-RECREATION-GREEN SPACE	49,548	
2385 STREET PAVING '07	30,457	
2386 JONES PARK \ HARBOR IMP '07	1,800,000	*****
2387 DOWNTOWN REVITALIZATION '07	100,000	
2388 HWY 90 STREET LIGHTING REPAIRS 2007	6,654	
2392 CREOSOTE @ RIPPY RD DRAINAGE '07	213,218	
2393 28TH STREET WIDENING(TEA 21)23RD-34	395,893	
2394 LORRAINE ROAD BRIDE @ BILOXI RIVER	500,000	
2395 DEBUYS ROAD IMP (ENGINEERING) '07	75,000	
2396 WATER AND SEWER STUDY - HWY 90 '07	100,000	
2397 CITY WELCOME SIGNS	2,589	
2402 ARTIMESE TUGGLE COMMUNITY CTR '07	50,000	
2403 ORANGE GROVE COMMUNITY CTR UPGRADE	115,766	
2405 DEDEAUX ROAD WIDENING PHASE 2 - ENG	1,806,827	
2406 TURKEY CREEK CIAP PROGRAM	8,816	
2407 WEST SIDE PARK	21,154	
2408 MUNICIPAL COMPLEX-DOWNTOWN	8,104,438	
2410 ORANGE GROVE COMM CENTER	749,192	
2411 FEMA AREA 1,2,3 EASEMENTS	35,385	
2412 SENIOR CENTER GRANT	64,462	
2413 FORREST HGHTS LEVEE REPAIRS NRCS 07	426,110	
2430 STREET PAVING CITY WIDE '08	14,941	
2431 PASS RD WIDENING EAST OF COWAN	200,000	
2434 LOREN D HEIGHTS DRAINAGE	1,146	
2436 COLONY PARK OUTFALL DRAINAGE	24,736	



2438 PASS RD / COURTHOUSE RD INTERSECT	50,000
2443 GOLDIN SPORTSPLEX DRAINAGE IMP	1,571
2444 JONES PARK LIGHTING AND INFRAST	489,270
2445 GULFPORT SPORTSPLEX IMPROVEMENTS	24,915
2450 CIAP GRANT-BOATLAUNCH 20TH AVE	2,210,000
2451 PHASE III GENERATOR PROGRAM-MITIGAT	72,309
2452 ARMORY BUILDING UPGRADES	10,000
2459 FIRE STATION #9 LAND	3,431
2460 FACADE GRANT - CITY HALL	42,095
2462 MDAH GRANT - GRASSLAWN	46,304
2463 AIRPORT RD IMPROVEMENTS 08	133,000
2464 CITY HALL IMPROVEMENTS	109,765
2465 CIAP GRANT-JONES PARK BOARDWALK	550,000
2466 CIAP GRANT-JONES PARK EDUC PAVILION	240,000
2468 A&E FEES FOR FIRE STATION #9	100,000
2469 EXPANSION OF FIRE STATION #7	100,000
2470 CUANDET RD WATER, SEWER, PAVING	95,321
2471 MARKETING MATCH GRANT - MDA	20,000
2473 GASTON POINT COMMUNITY CENTER	9,644
2475 DEDEAUX RD POLICE AND FIRE COMPLEX	200,000
2476 FIRE STATION 10 CONCRETE RESTORATIO	70,000
2477 FIRE STATION 3 ASPHALT UPGRADE	29,687
2478 JONES PARK INFRASTRUCTURE '09	65,435
2479 DEDEAUX RD PARK LAND CLEARING	20,000
2480 HARBOR MASTER BULKHEAD	432,000
2482 STORM WATER PHASE II '09	44,119
2483 STREET PAVING CITYWIDE '09	150,965
2484 19TH ST COMMUNITY CENTER	52,992
2485 GRASSLAWN REBUILD	13,455
2744 PROPERTY SOUTH OF RAILROAD TRACKS	260,000
2746 PAVILION REPAIRS - KATRINA DAMAGE	12,609
2748 HARRISON CO DIST 4 PAVING PROJECTS	14,231
2749 OLIVET BASKETBALL COURT	26,000
2751 HWY 90 STREET LIGHTING PHASE II	37,293
2752 46TH AVE IMPROVE @ 28TH ST SCHOOL	232,810
2415 PAVING CREOSOTE FROM RIPPY TO US 49	91,185
2416 PAVING WEST RR - 32ND AVE TO LBEACH	283,991
2417 PAVING - 28TH STREET - PASS TO US49	170,467
2418 PAVING - DUCKWORTH RD ALL	535,550
2419 PAVING - PASS ROAD - US49 TO DEBUYS	2,941,277
2420 PAVING - 30TH AVENUE ALL	997,258
2421 PAVING - 3 RIVERS ALL	1,506,164
2422 PAVING - SOUTH SWAN ALL	701,455
	<hr/>
TOTAL CAPITAL PROJECTS	<hr/> 31,079,863 <hr/>

**PUBLIC IMPROVEMENT 1996**

3001 SPORTS COMPLEX-PHASE 1	8,779
3011 STREET PAVING	54,107
	<hr/>
<b>TOTAL CAPITAL PROJECTS - PUBLIC IMP '96</b>	<b>62,885</b>
	<hr/>

**PUBLIC IMPROVEMENT 2001**

8001 ORANGE GROVE PARK	758
8003 SPORTS COMPLEX	6,631
8006 PASS ROAD WIDENING EAST OF COWAN	224,520
8016 STREET PAVING	2,017
	<hr/>
<b>TOTAL CAPITAL PROJECTS - PUBLIC IMP '01</b>	<b>233,926</b>
	<hr/>

**PUBLIC IMPROVEMENT 2003**

1013 28TH STREET FIVE LANE TEA21	160,696
1020 3RIVERS-NORTH-CREOSOTE TO SEAWAY	74,654
1026 STREET PAVING	83,264
1032 ONEAL ROAD WIDENING PHASE 2	40,486
2379 51ST STREET & WOODHAVEN DRAINAGE 05	15,823
2455 COLLINS BLVD DRAINAGE IMPROVEMENTS	32,310
	<hr/>
<b>TOTAL CAPITAL PROJECTS - PUBLIC IMP '03</b>	<b>407,234</b>
	<hr/>
<b>GRAND TOTAL CAPITAL PROJECTS WORK IN PROGRESS</b>	<b>31,783,908</b>
	<hr/>

Note: project # 2386 entitled Jones Park / Harbor 07 was deducted by \$1,244,551 to cover cumulative project shortfalls. The 2009 budget contained \$3,044,551 remaining at year end while only \$1.8 is needed to cover additional harbor bulkhead of \$1.5 million and \$300,000 for matching funds on other harbor projects.

## **POLICE AND FIREMENS' RETIREMENT FUND**



This fund is used to account for tax revenues legally restricted for funding the police and firemens' retirement plan. All collections are forwarded to the Public Employees' Retirement system ( PERS ). All resources accumulated in this fund are legally restricted for the above mentioned purpose. This fund's principal source of revenue is General Property Taxes.

City of Gulfport  
Public Employees' Retirement Fund Budget  
For Fiscal Year Ending 9/30/2010

	FYE 2009 Current Budget	FYE 2010 Adopted Budget
Estimated Revenues		
General Property Taxes	1,486,063	1,473,811
Shared Revenue	48,368	42,250
Total Revenues	<u>1,534,431</u>	<u>1,516,061</u>
Proposed Expenditures		
PERS Contributions	<u>1,534,431</u>	<u>1,516,061</u>
Excess / (deficiency) of Revenues over Expenses	<u>0</u>	<u>0</u>

## **MUNICIPAL DEBT SERVICE FUND**

This fund is used to account for the accumulation of resources and payment of general obligation bond principal and interest. All resources accumulated in this fund are legally restricted for the above mentioned purpose. This fund's principal source of revenue is General Property Taxes. Note that water and sewer related debt is not included within this fund. The proposed budget for this fund for the upcoming 2010 year is \$5.4 million.





City of Gulfport  
Municipal Debt Service Fund Proposed Budget  
For Fiscal Year Ending 9/30/2010

	FYE 2009 Current Budget	FYE 2010 Adopted Budget
Estimated Revenues		
General Property Taxes	5,130,564	5,501,781
Shared Revenue	152,941	157,721
Total Revenues	<u>5,283,505</u>	<u>5,659,502</u>
Proposed Expenditures		
Debt Service Payments	<u>5,390,000</u>	<u>5,417,000</u>
Excess / (Deficiency) of Revenues over Expenditures	<u>(106,495)</u>	<u>242,502</u>
Other Financing and Sources / Uses		
Unobligated Cash - Beginning 10/01/2009		5,200,000
Transfers Out to General Fund		(2,000,000)
Transfers Out to Hurricane Fund		(1,000,000)
Unobligated Cash - Ending 09/30/2010		2,442,502

City Of Gulfport  
Debt Service Schedule  
Fiscal Year Ending 9-30-10

Bond and Interest Fund

Bond Description	Original Issue	Issue Date	Maturity Date	Interest Rate	Outstanding Principal 10-01-09	FYE 10 Principal Payment	FYE 10 Interest Payment	Total FYE 10 Debt Payment	Outstanding Principal 9-30-10
G/O Public Improvement 1998	6,000,000.00	07/01/98	07/01/18	4.920%	3,490,000.00	310,000.00	169,500.00	479,500.00	3,180,000.00
G/O Airport Improvement 2000	1,000,000.00	05/01/00	05/10/00	5.200%	130,000.00	130,000.00	6,760.00	136,760.00	0.00
MS Development Loan PI 2001	9,100,000.00	01/01/01	01/01/21	3.000%	6,064,362.95	470,349.96	290,000.00	760,349.96	5,594,012.99
G/O Refunding 2002 (1993)	9,580,000.00	12/30/02	04/01/13	3.900%	4,385,000.00	1,000,000.00	183,000.00	1,183,000.00	3,385,000.00
G/O Public Improvement 2003	5,000,000.00	04/01/04	04/01/23	5.000%	3,930,000.00	210,000.00	148,840.00	358,840.00	3,720,000.00
G/O Refunding 2004 (1996)	6,160,000.00	08/04/04	12/01/15		4,445,000.00	560,000.00	158,070.00	718,070.00	3,885,000.00
Cap Loans 5-202-CP01	922,903.00	8/04/97	8/01/12	3.700%	178,395.40	74,665.53	5,598.03	80,263.56	103,729.87
Cap Loans 6-202-CP01	425,000.00	8/04/97	8/01/12	3.700%	82,151.04	34,383.80	257,788.00	292,171.80	47,767.24
Lease Purchase-Machinery & Equip-2007	3,000,000.00	10/01/07	09/30/12	6.000%	1,571,630.91	610,686.99	54,828.15	665,515.14	960,943.92
Lease Purchase-Municipal Facility-2007	10,000,000.00	10/01/07	09/30/27	6.000%	9,690,000.00	325,000.00	399,817.50	724,817.50	9,365,000.00

Total Municipal Debt Service Fund

33,966,540.30 3,725,086.28 1,674,201.68 5,399,287.96 30,241,454.02

Water and Sewer Fund

G/O Water/Sewer Refunding 1998	6,440,000.00	08/13/98	05/01/10	4.750%	755,000.00	755,000.00	35,862.50	790,862.50	0.00
MS Development Loan PI 2001	420,000.00	01/01/01	01/01/21	5.000%	411,470.96	29,649.96	22,000.00	51,649.96	381,821.00
G/O Water/Sewer Refunding 2004	3,810,000.00	12/02/04	12/01/16	3.527%	3,340,000.00	360,000.00	113,015.00	473,015.00	2,980,000.00
EPA Mandate G/O Water/Sewer 2005	5,200,000.00	04/12/05	09/30/25		4,490,000.00	200,000.00	181,670.00	381,670.00	4,290,000.00
G/O W/S System Revenue Refunding 2005	47,565,000.00	07/01/05	07/01/27		41,540,000.00	1,620,000.00	2,159,550.00	3,779,550.00	39,920,000.00
NEW 2009 - Water Meters	9,500,000.00	06/01/09	06/01/19		9,500,000.00	815,000.00	317,300.00	1,132,300.00	8,685,000.00

Subtotal

60,036,470.96 3,779,649.96 2,829,397.50 6,609,047.46 56,256,821.00

State Revolving Loan Fund #01	1,422,072.00	04/15/92	11/15/11	3.042%	201,376.50	91,319.95	4,792.45	96,112.40	110,056.55
State Revolving Loan Fund #02	3,016,717.00	11/01/93	11/15/13	3.990%	757,382.97	195,687.41	26,733.55	222,420.96	561,695.56
State Revolving Loan Fund #03	2,818,618.00	12/01/94	05/01/14	3.990%	885,817.33	176,174.94	32,226.06	208,401.00	709,642.39
State Revolving Loan Fund #04	1,417,932.00	6/01/95	01/01/15	4.500%	514,909.21	87,390.66	21,383.10	108,773.76	427,518.55
State Revolving Loan Fund #05	3,229,424.00	03/10/05	10/10/24	1.750%	2,572,859.23	150,378.95	43,822.69	194,201.64	2,422,480.28
State Revolving Loan Fund #06	8,093,778.00	02/01/06	11/01/25	1.75%-5.00%	7,421,657.70	359,717.11	127,002.89	486,720.00	7,061,940.59
State Revolving Loan Fund #07	2,214,059.00	05/10/05	01/10/25	1.750%	1,789,418.99	102,648.54	30,494.10	133,142.64	1,686,770.45
State Revolving Loan Fund #08	15,025,311.00	03/01/08	10/01/27	1.750%	13,997,595.99	663,898.56	239,649.72	903,548.28	13,333,697.43
State Revolving Loan Fund # 09	5,715,121.00	09/01/05	06/01/25	1.75%-5.00%	5,469,492.40	249,961.73	93,717.55	343,679.28	5,219,530.67

Subtotal

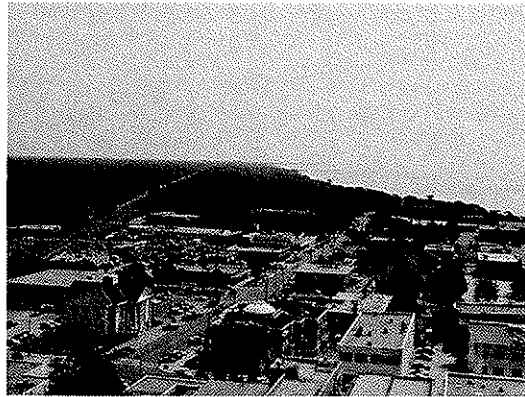
33,610,510.32 2,077,177.85 619,822.11 2,696,999.96 31,533,332.47

Total Water and Sewer Fund

93,646,981.28 5,856,827.81 3,449,219.61 9,306,047.42 87,790,153.47

Grand Total - All Funds

127,613,521.58 9,581,914.09 5,123,421.29 14,705,335.38 118,031,607.49



### **COMMUNITY DEVELOPMENT FUND**

This fund is used to account for resources associated with various federal grants which addresses such areas as affordable housing, community revitalization, and urban and economic development. The budget for this fund for the upcoming 2010 year is \$30.7 which will address the following programs:

- Housing Rehabilitation loans to persons meeting the low to moderate income criteria
- Construction of Park and Recreational facilities in qualifying areas.
- Social service agencies for activities such as day care services, summer day camps, after school programs, job training, and other related programs
- Funding for street upgrades, drainage prevention and control, sidewalks, and other public improvement projects for blighted areas as defined by HUD.
- Downtown Revitalization
- Long Term Workforce Housing

City of Gulfport  
Community Development Fund Proposed Budget  
For Fiscal Year Ending 9/30/2010

	FYE 2009 Current Budget	FYE 2010 Adopted Budget
Estimated Revenues		
Federal Grant Revenue	<u>43,870,748</u>	<u>30,763,051</u>
Proposed Expenditures		
CDBG Grant - Work in Progress	1,820,291	1,327,273
HOME Grant - Work in Progress	2,983,924	2,356,457
MDA - Katrina Supplement Grant	27,449,991	23,289,499
Long Term Workforce Housing Grant	9,002,589	3,689,822
Renaissance Scholarship Grant	120,000	100,000
Code Enforcement Grant	227,487	0
Total Expenditures	<u>41,604,282</u>	<u>30,763,051</u>
Excess / (deficiency) of revenues over expenses	<u>2,266,466</u>	<u>0</u>

City of Gulfport - Community Development Fund  
FYE 2010 Work in Progress

FYE 2010 WORK  
IN PROGRESS

COMMUNITY DEVELOPMENT BLOCK GRANT

5681 GASTON POINT COMMUNITY CENTER	121,725
5685 HOUSING REHABILITATION	50,000
5689 ARTIMESE TUGGLE PAVILION	118,112
5700 ADMINISTRATION 2008	10,853
5716 HOUSING PROJECT DELIVERY COST '08	13,783
5717 DEMO AND CODE ENFORCEMENT '08	95,165
5718 ENVIRONMENTAL ASSESSMENT '08	75,000
5719 ANTI-BLIGHT PROGRAM '08	60,384
5730 ADMINISTRATION 2009	135,519
5731 BOYS & GIRLS CLUB '09	10,000
5732 CATHOLIC SOCIAL SERVICES '09	10,000
5733 COASTAL FAMILY HEALTH '09	5,000
5734 DE L'EPEE DEAF CENTER '09	7,000
5735 EULICE WHITE UCO SUMMER CAMP '09	15,000
5736 GULF COAST WM CTR FOR NON-VIOL '09	10,000
5737 GULF COAST COMMUNITY MINISTRY '09	10,000
5738 GULFPORT PAL MOBILE EDUCATION '09	8,000
5739 LEISURE SERVICE - FLASH PROGRAM '09	10,000
5740 LEISURE SERVICES - KATIE BOOTH '09	10,000
5741 WEST GULFPORT CIVIC CLUB '09	6,152
5742 BEAUTIFICATION PROJECTS LM AREA '09	75,000
5743 MLK JR BLVD DRAINAGE PROJECT '09	280,000
5744 GASTON POINT SPLASH PAD '09	150,000
5745 HOUSING PROJECT DELIVERY COST '09	33,579
5746 GULF COAST FAIR HOUSING CNTR - PLAN	7,000

TOTAL COMMUNITY DEVELOPMENT BLOCK GRANT FYE 2010 WORK IN PROGRESS	<u>1,327,273</u>
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HOME CONSORTIUM GRANT

TOTAL HOME CONSORTIUM FYE 2010 WORK IN PROGRESS	<u>2,356,457</u>
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KATRINA SUPPLEMENTAL RELIEF FUNDS

5801 DOWNTOWN STREET SCAPE ENHANCE	7,038,930
5805 DOWNTOWN FASCADE IMPROVEMENTS	1,254,841
5810 COMPREHENSIVE PLANNING	305,400
5815 SMALL CRAFT HARBOR / 20TH AVE IMP	6,522,881
5820 MASTER DEVELOPER	236,185
5825 MUNICIPAL COMPLEX DOWNTOWN	7,393,800
5830 ARTS DISTRICT HEADQUARTERS	537,462

TOTAL KATRINA SUPPLEMENTAL RELIEF FUNDS FYE 2010 WORK IN PROGRESS	<u>23,289,499</u>
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LONG TERM WORKFORCE HOUSING GRANT

5900 LTWFH - ADMIN	350,521
5901 LTWFH - HOMEBUYER ASSISTANCE PROJ	3,017,310
5905 LTWFH - HOMEBUYER ED & COUNSELING F	250,000
5950 CDBG SUPP FUNDS - CODE ENFORCEMENT	71,991

TOTAL LONG TERM WORKFORCE HOUSING GRANT FYE 2010 WORK IN PROGRESS	<u>3,689,822</u>
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RENAISSANCE SCHOLARSHIP GRANT

TOTAL RENAISSANCE SCHOLARSHIP FYE 2010 WORK IN PROGRESS	<u>100,000</u>
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GRAND TOTAL CDBG FYE 2010 WORK IN PROGRESS	<u>30,763,050</u>
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## SELF INSURANCE FUNDS



The City of Gulfport is partially self funded with regards to its Health, Life, Worker's Compensation, and General Liability Insurance. The City has two separate funds established to account for the resources associated with providing the above referenced insurance coverages; Employee Health Care Fund and Claims Contingency Fund. The budget for both of these funds are contained within this section of the report. Significant losses are covered by commercial insurance while smaller losses are absorbed by the City. The Proposed budget for the Health Fund is \$6.3 million for the upcoming year while the Claims and General Liability Fund is proposed at \$6.2 million.



City of Gulfport  
Employees' Health Fund Proposed Budget  
For Fiscal Year Ending 9/30/2010

	FYE 2009 Current Budget	FYE 2010 Adopted Budget
Estimated Revenues		
Employee / Retiree Contributions	820,000	1,320,000
Misc ( Interest Earnings )	20,000	10,000
Total Revenues	<u>840,000</u>	<u>1,330,000</u>
Proposed Expenditures		
Claims and Judgements	5,355,000	5,400,000
Insurance Premiums	402,000	402,000
Other services and charges	498,575	471,000
Total Expenditures	<u>6,255,575</u>	<u>6,273,000</u>
Excess / (Deficiency) of Revenues over Expenses	<u>(5,415,575)</u>	<u>(4,943,000)</u>
Other Financing Sources and Uses		
City Contributions	4,336,000	4,646,703
Unobligated Beginning Cash 10/01/2009		800,000
Transfers in From Other Funds	614,575	-
Unobligated Ending Cash 9/30/2010		503,703

City of Gulfport  
Self Insurance Fund (Claims and General Liability) Proposed Budget  
For Fiscal Year Ending 9/30/2010

	FYE 2009 Current Budget	FYE 2010 Adopted Budget
Estimated Revenues		
Misc ( Interest Earnings )	200,000	100,000
Insurance Proceeds - Katrina	1,973,584	
Grant Revenue (FEMA and MEMA)		970,000
Total Revenues	<u>2,173,584</u>	<u>1,070,000</u>
Proposed Expenditures		
Claims and Judgements	650,000	650,000
Insurance Premiums	1,500,000	1,900,000
Other services and charges	250,000	150,000
Katrina Damage Repairs (work in progress)	11,104,157	3,456,076
Total Expenditures	<u>13,504,157</u>	<u>6,156,076</u>
Excess / (Deficiency) of Revenues over Expenditures	<u>(11,330,573)</u>	<u>(5,086,076)</u>
Other Financing Sources		
City Contributions	2,222,957	2,605,274
Cash - (unobligated)		150,000
Cash - restricted and insurance proceeds		2,486,772
Estimated unobligated Ending Cash		155,970

Note: The above amounts do not reflect investments of \$1.6 million currently in a Trust Fund to comply with Mississippi State Tort Claims Law.

**City of Gulfport - Claims Contingency Fund (Insurance)**  
**FYE 2010 Work in Progress**

**FYE 2010  
WORK IN  
PROGRESS**

**CLAIMS CONTINGENCY FUND - KATRINA CLAIMS**

91601 CITY HALL	141,529
91602 CITY HALL ANNEX - WILLIAM HARDY	224,564
91603 RECORDS STORAGE FACILITY	12,606
91605 JOSEPH T JONES	9,770
91606 MUNICIPAL COURT	510,683
91607 POLICE HEADQUARTERS	231,299
91611 POLICE NORTH GULFPORT SUBSTATION	61,863
91612 POLICE COMPLEX - 8TH AVENUE	3,483
91614 ARMORY	2,011
91615 FIRE STATION # 1	13,203
91616 FIRE STATION # 2	55,214
91619 FIRE STATION # 5	1,407
91621 FIRE STATION # 7	331,435
91622 FIRE STATION # 10	56,448
91623 FIRE STATION # 11	19,744
91627 LEISURE SERVICES ADMIN	82,205
91628 GRASSLAWN	69,506
91629 CHARLES L WALKER COMMUNITY CENTER	173,526
91633 WILLIE LOCKE COMMUNITY CENTER	53,826
91634 CEMETARY MAINTENANCE FACILITIES	54,511
91635 HORTICULTURE BUILDING	3,352
91636 LIFETIME FITNESS CENTER	17,031
91638 GASTON POINT RECREATION CENTER	9,231
91647 19TH STREET PARK	8,929
91650 BAYOU VIEW PARK	100,930
91656 GOLDIN PARK	47,692
91657 HARRISON CENTRAL	37,105
91659 PARKS - VARIOUS	4,510
91660 HARBOR MASTER OFFICE	18,656
91662 RICE PAVILION	13,877
91663 JAMES HILL PARK	11,042
91671 WEST SIDE PARK	102,388
91672 WILLIE LOCK PARK	181,848
91673 VILLA DEL RAY PARK	1,737
91675 PUBLIC WORKS FACILITY	54,209
91676 WELL BUILDING - MILLS AVE	1,323
91680 STREET LIGHTS	294,711
91684 WATER TANK - CROSS ROADS MALL	99,817
91689 WATER TANK - S. SWANN	3,134
91692 FIRE VEHICLES	335,719
	<hr/>
<b>TOTAL CLAIMS CONTINGENCY FYE 2010 WORK IN PROGRESS</b>	<b>3,456,076</b>
	<hr/>

## **JOSEPH T. JONES FUND Operations and Maintenance**

This fund is used to account for the operations, maintenance, and leasing of boat slips and other facilities within the Joseph T. Jones Memorial Park. Due to the devastation from Hurricane Katrina, the Harbor suspended operations over the past 4 years until a new more modern harbor is re-built. This new Harbor is expected to cost in excess of \$20 million and should be complete and fully operational in the summer of 2010.



City of Gulfport  
Joseph T. Jones Yacht Basin Fund Proposed Budget  
For Fiscal Year Ending 9/30/2010

	FYE 2009 Current Budget	FYE 2010 Adopted Budget
Estimated Revenues		
Dockage Fees	-	-
Rents	6,000	6,000
Misc	3,000	1,000
Total Revenues	<u>9,000</u>	<u>7,000</u>
Proposed Expenses		
Operating and Maintenance	<u>144,148</u>	<u>121,556</u>
Total Expenses	<u>144,148</u>	<u>121,556</u>
Income / (Loss) from Operations	<u>(135,148)</u>	<u>(114,556)</u>
Other Financing sources and uses		
Unobligated Cash - Beginning 10/01/2009		180,000
Unobligated Cash - Ending 9/30/2010		65,444

Note: The amounts contained herein reflect basic operational cost of the harbor and does not include FEMA funds for rebuilding the harbor devastated by Katrina, or funding from General Fund for upgrades, or CIAP funds for 20th avenue improvements. These resources are contained within the Hurricane and Capital Projects funds respectively.

## WATER AND SEWER FUND



This fund is used to account for the activities of the City's water and sewer operations. The City of Gulfport is in a joint venture with the Harrison County Wastewater and Solid Waste Management District. "The District" is made up of a governing board consisting of the mayors from the cities of Gulfport, Biloxi, Long Beach, Pass Christian, D'Iberville, and a representative from the Harrison County Board of Supervisors.

This joint venture was formed as a result of the Clean Water Act. The purpose of this act is to ensure that sewage and solid waste disposal is handled in a manner as to not pose a threat to the environment. The district carries out this function by overseeing the construction and operations of sewage treatment facilities and contracting with private companies for solid waste collection and disposal. The district will in turn charge the various municipalities for the cost associated with providing these services.

The City's Water and Sewer Fund's total "operating" budget for the upcoming year is projected at \$29.8 million while another \$7.4 million is budgeted for water and sewer capital projects.



City of Gulfport  
Water and Sewer Fund Proposed Budget  
For Fiscal Year ending 9/30/2010

	FYE 2009 Current Budget	FYE 2010 Adopted Budget	Increase / (Decrease)
1 Operating Revenues			
2 Charges for Services	21,531,440	26,615,000	5,083,560
3 Other Charges and Fees	<u>1,774,409</u>	<u>1,282,000</u>	<u>(492,409)</u>
4 Total Operating Revenues	<u>23,305,849</u>	<u>27,897,000</u>	<u>4,591,151</u>
5 Operating Expenses			
6 Utility Billing Department			
7 Personal Services			
8 Materials and Supplies	103,061	102,500	(561)
9 Other Services and Charges	1,783,397	1,633,397	(150,000)
10 Capital Outlay	<u>204,222</u>		<u>(204,222)</u>
11 Total Utility Billing Expense	<u>2,090,680</u>	<u>1,735,897</u>	<u>(354,783)</u>
12 Water Operations			
13 Personal Services			
14 Materials and Supplies	1,088,132	917,150	(170,982)
15 Other Services and Charges	2,278,384	2,136,121	(142,263)
16 Capital Outlay	<u>101,939</u>		<u>(101,939)</u>
17 Total Water Operations Expense	<u>3,468,455</u>	<u>3,053,271</u>	<u>(415,184)</u>
18 Sewer Operations			
19 Personal Services	117,638	126,028	8,390
20 Materials and Supplies	562,022	466,000	(96,022)
21 Other Services and Charges	1,897,037	1,707,566	(189,471)
22 Capital Outlay	<u>100,000</u>		<u>(100,000)</u>
23 Total Sewer Operations Expense	<u>2,676,697</u>	<u>2,299,594</u>	<u>(377,103)</u>
24 Debt Service Expense (City Only)	<u>8,894,000</u>	<u>9,331,827</u>	<u>437,827</u>
25 Utility Authority Expense (Wastewater & Solid Waste)	<u>11,085,000</u>	<u>13,425,000</u>	<u>2,340,000</u>
26 Total Operating Expenses	<u>28,214,832</u>	<u>29,845,589</u>	<u>1,630,757</u>
27 Income / (Loss) from operations	<u>(4,908,983)</u>	<u>(1,948,589)</u>	
28 Unobligate Cash for Operations - Beginning 10-01-2009		4,100,000	
29 Unobligated Cash for Operations - Ending 9-30-2010		2,151,411	
30 Other Non-Operating Items:			
21 Transfers in From Other Funds	3,000,000		
32 Restricted Cash / Loan proceeds for Capital Projects	35,568,565	7,443,136	
33 Capital Projects - Work in Progress	35,568,565	7,443,136	

**City of Gulfport - Water and Sewer Fund  
FYE 2010 Work in Progress**

**FYE 2010 WORK  
IN PROGRESS**

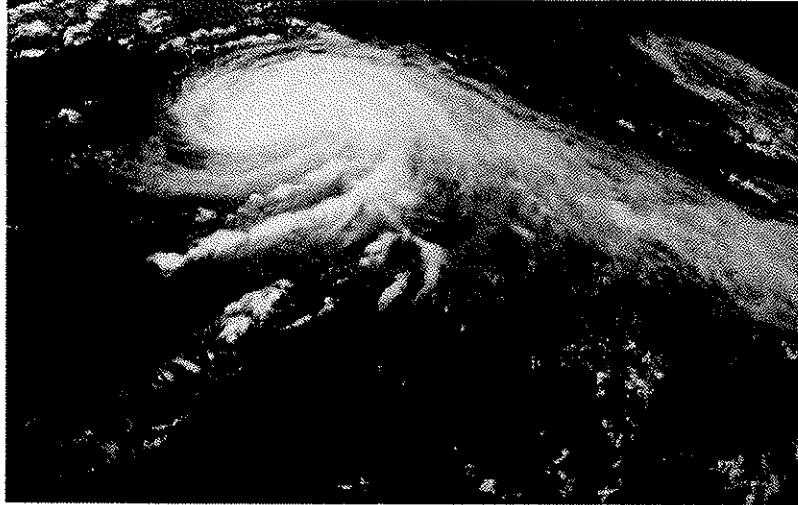
**WATER AND SEWER PROJECTS**

81512 55TH STREET WATER MAIN	12,863
81515 WATER TANK RESTORATIONS	161,772
81516 FORREST HEIGHTS WATER MAIN	19,396
81520 ELECTRONIC METERING SYSTEM	4,281,687
81522 UTILITY ACQUISITION	188,026
82525 SEWER CAPITAL PROJECTS	4,437
82528 NORTHWOOD HILLS SEWER REHAB	71,411
82530 NORTH BAYOU VIEW SEWER REHAB	18,001
82531 OAK AVENUE SEWER REHAB	1,992
82532 NORTH GULFPORT SEWER	289,168
82534 SR 605 WATER MAIN	13,060
82536 CHIPWOOD WATER MAIN IMPROVEMENTS	6,933
82538 RETREAT VILLAGE SEWER IMP '05	21,386
82539 BRENTWOOD SEWER IMP '05	63,540
82540 KLEIN ROAD SEWER IMP '05	412,233
82542 3 RIVERS ROAD SEWER IMP '05	425,598
82543 SEWER REHAB - E AVE AND PASS RD	3,150
82547 CENTRAL BAYOU VIEW SEWER IMPROVEMTS	10,141
83108 FRITZ CREEK WEST INTERCEPTOR 2005	78,291
83145 BAYOU VIEW SEWER REHAB '09	554,690
83146 BILOXI RIVER ESTATES WATER	465,210
83147 VA WATER TANK RESTORATION	77,762
83148 WATER AND SEWER PROJECTS '09	236,296
84901 MASTER PLAN - WATER AND SEWER	26,094

**TOTAL WATER AND SEWER PROJECTS FYE 2010 WORK IN PROGRESS**

**7,443,136**

## HURRICANE FUND



The City has the Hurricane Fund established to account for resources associated with covering the cost of damages caused by acts of nature such as Hurricanes, Tropical Storms, and Floods. The resources associated with this fund are comprised mostly of Federal Emergency Management Funds (FEMA), Mississippi Emergency Management Funds (MEMA), and City funds which are required for matching purposes.

The budget for this fund for the upcoming year is like none other with a carryover work in progress budget of \$114 million. The scope of these funds center around restoring and rebuilding city owned assets which were damaged by Hurricanes Katrina and Gustav. Examples include rebuilding city owned buildings, restoring water and sewer services to citizens who live along the coastline, and restoring streets and drainage systems throughout the City.

City of Gulfport  
Hurricane Fund Proposed Budget  
For Fiscal Year Ending 9/30/2010

	FYE 2009 Current Budget	FYE 2010 Adopted Budget
Estimated Revenues		
Grants - FEMA & MEMA	<u>146,609,565</u>	<u>112,664,257</u>
Proposed Expenditures		
Work In Progress	<u>137,225,796</u>	<u>113,664,257</u>
Excess / (Deficiency) of Revenues over Expenditures	<u>9,383,769</u>	<u>(1,000,000)</u>
Other Financing Sources and Uses		
Transfers in From Debt Service Fund		1,000,000

Note: The transfer in of \$1,000,000 represents funds formerly escrowed to payback the community disaster loan that will be used to cover FEMA denied projects, i.e. re-engineering water and sewer south of the tracks.

**City of Gulfport - Hurricane Fund  
FYE 2010 Work In Progress**

**FYE 2010 Work  
In Progress**

**HURRICANE KATRINA**

18004 MUNICIPAL COM HARDENING - 404 MIT	5,006,731
18005 CHARLES WALKER HARDENING - 404 MIT	2,703,465
18012 BAYOU VIEW PARK PW #GLSBVP1	5,915
18023 BAYOU VIEW BALL PARK SOD PW 18002-3	50,977
18024 EMERGENCY WORK ON WATER/SEWER, DRAI	243,399
18025 SEWER LINE CLEAN OUT PW 18002-5	77,040
18028 DPW MAIN FACILITY PW 18002-8	12,965
18029 CLEAN OUT OF SANITARY & STORM SEWER	491,307
18032 FIRE CRUISERS, UNINSURED, TOTALED	14,485
18060 REPLACE MUNICIPAL COURT BUILDING	585,108
18072 MOSES PIER PW18072	11,452
18079 NATURE TRAILS PW #18079	35,682
18083 HARBOR MASTER'S OFFICE PW 18082	1,663,872
18087 LEASED BLDG HARBOR SHOP PW 18087	128,094
18088 CHUCK'S FISH CAMP PW#18088	85,455
18089 HARBOR DREDGING PW#GPSCH02	987,517
18090 POLICE ADMIN BLDG PW 18090	542,283
18091 POLICE ADMN BLDG CONTENTS PW 18091	191,457
18093 CRTHOUSE RD BOAT LAUNCH GPSCH01	125,544
18094 POLICE COMM SERV BLDG PW 18094	154,389
18098 FIRE STATION #3 SHEDS PW 18097B	1,262
18100 FIRE STATION #4 CONTENTS PW 18100	3,194
18105 SPORTSPLEX PRIVACY FENCE PW1801005	3,798
18109 FIRE STATION #7 CONTENTS PW 18105	152,687
18111 28TH ST CEMETARY PW #18121	2,070
18112 STAR ADMN BUILDING PW #18117B	8,544
18113 SHOOTING RANGE SHED CNT PW 18117J	4,325
18114 ELECTRONICS SHOP CONTENTS PW18117C	16,008
18116 SHOOTING RANGE OFFICE PW 18117G	2,030
18119 WOOD FENCING 8TH AVE PW 18117J	5,077
18120 SHOOTING RANGE LIGHTING PW 18117K	2,415
18125 GOLDIN PARK TENNIS FENCE PW1801205	12,828
18129 SECOND STREET PARK FENCING	3,527
18130 28th STREET CEMETARY FENCING & SIGN	2,400
18132 WESTSIDE PRK TENNIS FENCE PW 18032	1,252
18136 HORTICULTURE OFF CONTENTS PW#18126	1,710
18137 LEISURE SERV MAINTENANCE PW #18125	28,477
18138 HANSBORO CEMETERY FENCE PW 18132	1,963
18141 BRIDGES PW 18133	1,502

**City of Gulfport - Hurricane Fund  
FYE 2010 Work In Progress**

**FYE 2010 Work  
In Progress**

18148 DEBRIS MONITORING PW #COG 1065	316,817
18159 CENTENNIAL MUSEUM PW#18092	4,581
18160 DEDEAUX RD CC SITEWORK PW#COG1074	1,177,673
18181 SCH PILES & BULKHEAD REPAIR	18,648,619
18184 FIRE STATION #7 PW 18104	639,923
18204 SENIOR MEAL PROGRAM PW 1802-48	3,100
18210 SCOREBRDS GOLDIN & SPRTSPLEX 18041	124,042
18211 SOUTH SWAN RD WATER TOWER PW 18210B	3,265
18216 URBAN DEV SUPPLIES PW 1802-16	3,469
18217 GULFPORT LIFT STATIONS PW18217	333,340
18226 WATER WELL MATERIALS PW #18220	7,179
18227 EMERG WATER SYS REPAIRS PW 1802-27	16,972
18228 POWER RESTORE LIFT STAT PW #18221	17,425
18248 NORTH GULFPORT WATER TOWER PW 18208	8,208
18251 WATER/SEWER REPLACE AREA 1 PW 18213	10,244,441
18252 WATER/SEWER REPLACE AREA 2 PW 18214	29,422,279
18253 WATER/SEWER REPLACE AREA 3 PW 18215	11,900,293
18255 WATER & SEWER PERM REPAIR PW 18222	63,253
18256 WATER/SEWER REPLACE AREA 3BPW 18223	16,440,801
18257 WATER/SEWER REPLACE AREA 3A PW18223	4,194,083
18260 HWY 49 WATER TOWER PW 18206	4,385
18261 FENCING FOR LIFT STATIONS PW 18216	6,362
18290 JONES PRK (RICE PAV) FENCE PW 18029	14,165
18300 POLICE CRUISERS UNINSURED	26,035
18304 N GLPT POLICE DEPT PW 18320	13,172
18306 MUNICIPAL COURT VEHICLES PW18306	65,396
18308 ARTIMESE TUGGLE COM CTR PW 18319A	17,400
18309 ARTIMESE TUGGLE PAVILION PW 18319B	37,556
18311 FIRE DEPT VEHICLES DAMAGED NOT INS	1,296
18314 POLICE VEHICLES, DAMAGED, UNINSURED	14,985
18315 TIRE REPAIR TO VEHICLES	37,960
18319 ARTIMESE TUGGLE CONTENTS PW 18319C	21,617
18360 LIFETIME FITNESS PW 18036	1,769
18371 DPW BACKHOE	26,150
18403 BAYOU VIEW BASEBALL FIELD NETTING	6,005
18404 BAYOU VIEW DUGOUT, PAV, & SIGNS	18,424
18405 CITY HALL BLDG	21,021
18406 LEISURE SERV ADIN BLDG PW #18403	501,630
18407 GRASSLAWN SUPPORT BLDG PW#18402	1,002



**City of Gulfport - Hurricane Fund  
FYE 2010 Work In Progress**

	<b>FYE 2010 Work In Progress</b>
18408 RICE PAVILION PW#18509	345,154
18410 GRASSLAWN MUSEUM PW 18401	42,648
18411 HARRISON CNTRL BALL FIELD PW #18411	1,571
18412 2ND ST PARK EQUIP & TENNIS PW 18412	18,293
18460 JONES PARK PW #18460	68,243
18461 KREMER MARINE PW #18461	6,870
18464 SPORTSPLEX MAINT WH CONT PW18464	8,007
18465 PRESS BOX & PAVILION PW #18465	11,618
18468 SOFTBALL & BASEBALL & POLES PW18468	18,912
18471 DEBRIS REMOVAL MATERIAL PW 18471	3,252
18472 GOLDIN PARK & BAYOU VIEW PW 18470	2,810
18473 BAYOU VIEW TENNIS COURT PW 18473	21,376
18474 REMOUNT MONUMENTS PW 18474	2,446
18476 FORCE ACCT VEHICLES DPW PW#18472	15,004
18500 WEST SIDE PARK PW #18506	178,335
18501 HARDY BLDG CONTENTS PW 18501A	23,314
18504 CHARLES WALKER PAV CONTENT PW18503C	2,868
18505 CHARLES WALKER COM CNTR PW#18503	980,408
18506 CHARLES WALKER PAVILION PW #18503A	73,335
18507 HANDSBORO COMM CNTR PW #18502	555,373
18508 HANDSBORO PAVILION PW #18502B	14,304
18510 RICE PAV BLDG CONTENTS PW #18509A	60,511
18512 CHARLES WALKER STORAGE PW #18503B	56,151
18518 URIE PT LIGHTHOUSE PW #18508	133,600
18522 FIRE STATION #12 PW#18101	5,450
18601 OLD EQUIP STORAGE BLDG PW 18601	120,741
18610 GOLDIN PARK PW #18610	30,498
18700 UNINSURED WATER WELLS PW 18700	7,011
18702 JACKSON ST WATER TOWER PW 18207	11,453
18703 WELL BUILDING 30TH AVE	4,765
18704 WELL BUILDING 34TH AVE	13,716
18706 BROADMOOR PARK PW #18702	2,219
18707 DESSERT PARK EQUIP PW #18703	1,814
18709 ARTEMISE TUGGLE PARK & PAV PW#18705	4,745
18710 WATER WELL BLDGS PW 18701	4,201
18711 CITY OF GULFPORT ROADS PW #18707	287,911
18740 ISIAH FRED COMPLEX PW 18704	14,141
18802 GASTON HEWES REC CENTER PW 1801802	128,323
18803 OLD FIRE STATION #2 PW #18120	8,045
18830 LEASED BLDG WHITECAP PW 18083	680,634
<b>TOTAL HURRICANE KATRINA</b>	<b>111,748,366</b>

City of Gulfport - Hurricane Fund  
FYE 2010 Work In Progress

FYE 2010 Work  
In Progress

**HURRICANE GUSTAV**

18911 MOSES PIER - GUSTAV #297	68,985
18913 URIE & FINGER PIER - GUSTAV #287	29,367
18917 20TH AVE REPAIRS - GUSTAV #412	39,384
18920 DEBRIS REMOVAL - GUSTAV #3	1,122,903
18923 DEBRIS REMOVAL - GUSTAV #150	21,695
18924 KEN COMBS PIER - GUSTAV #294	302,007
18925 FIRE STATION - GUSTAV #313	1,605
18926 LIFT STATIONS - GUSTAV #343	6,840
18928 JETTY REPAIR - GUSTAV #381	50,937
18929 KEN COMBS JETTY - GUSTAV #410	182,162
18931 JETTY REPAIR - GUSTAV #415	90,008

**TOTAL HURRICANE GUSTAV**

1,915,892

**GRAND TOTAL - HURRICANE FUND WORK IN PROGRESS**

113,664,257



### **Police Forfeiture and Seizure Fund**

This fund is used to account for resources relating to assets which were seized by various law enforcement agencies. These assets fall into two types of categories: County/Local shared and Federal seizures. The federal process is handled by the U.S. Marshall's Service while the County/Local seized assets are handled by municipal and county law enforcement agencies. Drug forfeited assets including both cash and property are subject to strict federal guidelines that dictate the use of these funds and other requirements such as non-supplanting of local funds.

This fund currently has \$3 million in resources and it is proposed in this budget to "rollover" these unspent funds into the 2010 year as work in progress.

City of Gulfport  
Police Forfeiture and Seizure Fund  
For Fiscal Year Ending 9/30/2010

	FYE 2009 Current Budget	FYE 2010 Adopted Budget
Estimated Revenues		
Shared Revenue (Federal and County)	2,922,773	
Proposed Expenditures		
Personal Services	48,329	
Materials and Supplies	62,473	
Other Services and Charges	500,447	
Capital Outlay	<u>3,479,520</u>	<u>3,030,000</u>
Total Expenditures	<u>4,090,769</u>	<u>3,030,000</u>
Excess / (deficiency) of Revenues over Expenses	<u>(1,167,996)</u>	<u>(3,030,000)</u>
Other Financing sources and uses		
Unobligated Cash - Beginning - 10/01/2009		3,030,000
Unobligated Cash - Ending - 9/30/2010		-